NOTICE OF REQUIREMENT TO COMPLY WITH THE SUBDIVISION AND SERVICE EXTENSION POLICY OF RAYWOOD WATER SUPPLY CORPORATION

Pursuant to Texas Water Code, §13.2502, Raywood Water Supply Corporation hereby gives notice that any person who subdivides land by dividing any lot, tract, or parcel of land, within the service area of Raywood Water Supply Corporation, Certificate of Convenience and Necessity No. 10928, in Liberty County, into two or more lots or sites for the purpose of sale or development, whether immediate or future, including re-subdivision of land for which a plat has been filed and recorded or requests more than two water or sewer service connections on a single contiguous tract of land must comply with Section F, Developer, Subdivision and Non-Standard Service Requirements contained in Raywood Water Supply Corporation's Tariff.

Raywood Water Supply Corporation is not required to extend retail water service to a service applicant in a subdivision where the developer of the subdivision has failed to comply with the Subdivision Policy.

Applicable elements of the Subdivision Policy Include:

Evaluation by Raywood Water Supply Corporation of the impact a proposed subdivision service extension will make on Raywood Water Supply Corporation's water supply system and payment of the costs for this evaluation;

Payment of reasonable costs or fees by the developer for providing water supply capacity;

Payment of fees for reserving water supply service capacity;

Forfeiture of reserved water supply capacity for failure to pay applicable fees;

Payment of costs of any improvements to Raywood Water Supply Corporation's system that are necessary to provide the water service;

Construction according to design approved by Raywood Water Supply Corporation and dedication by the developer of water facilities within the subdivision following inspection.

Raywood Water Supply Corporation's tariff and a map showing Raywood Water Supply Corporation's service area may be reviewed at Raywood Water Supply Corporation's offices at 26 FM 2830 North, Liberty, TX 77575; the tariff and service area map also are filed of record at the Public Utility Commission of Texas.