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

Pursuant to Texas Water Code, §13.2502, The Consolidated 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 The Consolidated Water Supply Corporation, Certificate of Convenience and Necessity No. 10797 in Houston 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 the Developer, Subdivision and Non-standard Service Policy and Contract (the "Subdivision Policy") contained in The Consolidated Water Supply Corporation's tariff. The Consolidated Water Supply Corporation is not required to extend retail water 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 The Consolidated Water Supply Corporation of the impact a proposed subdivision service extension will make on The Consolidated 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 service capacity; Payment of fees for reserving water supply service capacity; Forfeiture of reserved water supply service capacity for failure to pay applicable fees; Payment of costs of any improvements to The Consolidated Water Supply Corporation's system that are necessary to provide the water service; Construction according to design approved by The Consolidated Water Supply Corporation. The Consolidated Water Supply Corporation's tariff and a map showing The Consolidated Water Supply Corporation's service area may be reviewed at The Consolidated Water Supply Corporation's office, at 401 NE Loop 304, Crockett TX; the tariff and service area map are filed on record at the Public Utility Commission of Texas.