

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

Pursuant to Texas Water Code, §13.2502, McCoy 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 McCoy Water Supply Corporation, Certificate of Convenience and Necessity No. 106649, in Atascosa, Wilson, and Live Oak Counties, 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 service connections on a single contiguous tract of land must comply with Subdivision Policy and Request for Service to Subdivided Property requirements contained in McCoy Water Supply Corporation's tariff.

McCoy 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 McCoy Water Supply Corporation of the impact a proposed subdivision service extension will make on McCoy 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;

Payment of fees for reserving water supply capacity;

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

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

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

McCoy Water Supply Corporation's tariff and a map showing McCoy Water Supply Corporation's service area may be reviewed at McCoy Water Supply Corporation's offices, at 65 Parkfield Dr, Pleasanton, Texas, 78064; the tariff/policy and service area map also are filed of record at the Public Utility Commission of Texas.