

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

Pursuant to Chapter 13.2502 of the Texas Water Code, BCY 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 BCY Water Supply Corporation, Certificate of Convenience and Necessity No. 10752, in Anderson 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 connections on a single contiguous tract of land must comply with the "Subdivision Policy" contained in BCY Water Supply Corporation's tariff.

BCY 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.

Among other requirements, the Subdivision Policy requires:

Applicable elements of the Subdivision Policy, depending on the specific circumstances of the subdivision service, may include:

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

Payment of fees for reserving water supply capacity;

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

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

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

BCY Water Supply Corporation's tariff and a map showing BCY Water Supply Corporation's service area may be reviewed at BCY Water Supply Corporation's office at P. O. Box 7, 370 FM 645, Tennessee Colony, TX 75861; the tariff /policy and service area map also are filed of record at the Texas Commission on Environmental Quality, c/o Utility Rates and Services (Certification and Rate Design) Section, Water Utilities Division, P. O. Box 13087, Austin, TX 78711