NOTICE OF REQUIREMENT TO COMPLY WITH THE SUBDIVISION AND SERVICE EXTENSION POLICY OF SOUTHWEST FANNIN SPECIAL UTILITY DISTRICT

Pursuant to Chapter 13.2502 of the Texas Water Code, Southwest Fannin Special Utility District hereby gives notice that any person who subdivides land by dividing any lot, tract, or parcel of land, within the service area of Southwest Fannin Special Utility District, Certificate of Convenience and Necessity No.12406, in Fannin and Grayson 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 service connections on a single contiguous tract of land must comply with the "Subdivision Policy" contained in Southwest Fannin Special Utility District's Service Policy.

Southwest Fannin Special Utility District is not required to extend retail water utility 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 include:

Evaluation by Southwest Fannin Special Utility District of the impact a proposed subdivision service extension will make on Southwest Fannin Special Utility District's water supply service 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 capacity;

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

Payment of costs of any improvements to Southwest Fannin Special Utility District's system that is necessary to provide the water service;

Construction according to design approved by Southwest Fannin Special Utility District and dedication by the developer of water facilities within the subdivision following inspection.

Southwest Fannin Special Utility District's rate policy and a map showing Southwest Fannin Special Utility District's service area may be reviewed at the District's offices, at 8046 W. Hwy 56 Savoy, Texas; the service area map is also filed of record at the (PUC) Texas Public Utility Commission office in Austin, Texas and may be reviewed by contacting the PUC, c/o Central Records, 1701 N Congress Ave., P.O. Box 13326, Austin, Texas 78711 or https://www.puc.texas.gov/.