

KEENAN WATER SUPPLY CORPORATION

P.O. Box 893 WILLIS, TEXAS 77378 936-856-4199

FAX 936-856-1427

APPLICATION FOR STANDARD COMMERCIAL WATER SERVICE

Date:

Legal Property Description: Section _____ Block _____ Lot _____

Service Address: _____ Montgomery, TX 77316

Business Name: _____

EIN#: _____

Authorized Contact Name: _____

Mailing Address: _____

E-mail Address: _____

Phone#: _____

Commercial/ Institutional Membership Fee: \$600.00

Equity Buy-In Fee \$1000.00

New Connection Fee: (Normal 3/4" Tap): \$1850.00

(1" Tap): \$2000.00

(2" Tap): \$2,400.00

(3" Tap): \$3,000.00

(6" Tap): \$4,000.00

Road Boring: \$550.00

** *Line Extension Costs: *to be determined at inspection* **

Note: Customer must stake the requested location of the water and/or sewer connection. Such connection must be within the FRONT Utility Easement of one lot.

Cut Lock Fee: \$ 50.00

Service Call: (Problem on Customer Side) \$ 65.00

Transfer Membership Fee: \$ 50.00

New Service Connect Fee: \$ 50.00

Reconnect Fee: (Non Payment) \$ 100.00

Returned Check Fee: \$ 30.00

Late Payment \$ 20.00

Base Standard Commercial/Institutional Rates

Meter Size	3/8"x3/4" Meter Equivalent	Monthly Rate
5/8" 3/4"	1.0	\$35.00
1"	2.5	\$87.50
1.5"	5.0	\$175.00
2"	8.0	\$280.00
3" DISP	9.0	\$315.00
3" CMPD	16.0	\$560.00
3" TURB	17.5	\$612.00
4" CMPD	25.0	\$875.00
4" TURB	30.0	\$1050.00
6" CMPD	50.0	\$1750.00
6" TURB	62.5	\$2187.00
8" CMPD	80.0	\$2700.00

NOTE: NEW MEMBERS MUST PAY A MEMBERSHIP FEE, AN EQUITY BUY-IN FEE AND PAY FOR THE SIZE OF WATER TAP PRIOR TO INSTALLATION.

CURRENT MONTHLY RATES WITH NO WATER:

(3/4" meter) \$ 35.00 minimum fee

(1 "meter) \$ 87.50 minimum fee

(1 h" meter) \$ 175.00 minimum fee

(2" meter) \$ 280.00 minimum fee

(3" meter) \$ 612.00 minimum fee

(6" meter) \$1,750.00 minimum fee

GALLONAGE CHARGE:

\$ 4.50 per 1,000 gallons for 0 to 5,000 gallons usage

\$ 4.75 per 1,000 gallons for 5,000 to 8,000 gallons usage

\$ 5.00 per 1,000 gallons for 8,001 to 10,000 gallons usage

\$ 5.25 per 1,000 gallons for 10,000 to 25,000 gallons usage

\$10.00 per 1,000 gallons for over 25,000 gallons usage

AGREEMENT made this day of between KEENAN WATER SUPPLY CORPORATION, a corporation organized under the laws of the State of Texas (hereinafter called the corporation) and (hereinafter called the Applicant and/or Member).

Witnesseth:

The Corporation shall sell and deliver water and/or wastewater service to the Applicant and the Applicant shall purchase, receive and/or reserve service from the Corporation in accordance with the bylaws and tariff of the Corporation as amended from time to time by the Board of Directors of the Corporation. Upon compliance with said policies, including payment of a Membership Fee, the Applicant qualifies for Membership as a new applicant or continued Membership as a transferee and thereby may hereinafter be called a Member.

The Member shall pay the Corporation for service hereunder as determined by the Corporation's tariff and upon the terms and conditions set forth therein, a copy of which can be provided as an information packet. A copy of this agreement shall be executed before service may be provided to the Applicant.

The Board of Directors shall have the authority to discontinue service and cancel the Membership of any

member not complying with any policy or not paying any utility fees or charges as required by the Corporation's published rates, fees and conditions of service. At any time service is discontinued, terminated or suspended, the Corporation shall not re-establish service unless it has a signed copy of this agreement on file.

If this agreement is completed for the purpose of assigning utility service as a part of a rural domestic water and/or wastewater system loan project contemplated with the Rural Development, an Applicant shall pay an Indication of Interest Fee in lieu of a Membership Fee for the purposes of determining:

- a. The number of taps to be considered in the design and
- b. The number of potential ratepayers considered in determining the financial feasibility of constructing

1. a new water system, or
2. expanding the facilities of an existing water system.

The Applicant hereby agrees to obtain, utilize and/or reserve service as soon as it is available. Applicant, upon qualification for service under the terms of the Corporation's policies, shall further qualify as a Member and the Indication of Interest Fee shall then be converted by the Corporation to a Membership Fee. Applicant

further agrees to pay, upon becoming a Member, the monthly charges for such service as prescribed in the

Corporation's tariff. Any breach of this agreement shall give cause for the Corporation to liquidate, as

damages, the fees previously paid as an Indication of Interest. In addition to any Indication of Interest Fees

forfeited, the Corporation may assess a lump sum of \$300.00 as liquidated damages to defray any losses incurred by the Corporation. If delivery of service to said location is deemed infeasible by the Corporation as

part of this project, the Applicant shall be denied Membership in the Corporation and the Indication of Interest

Fee, less expenses, shall be refunded. The Applicant may re-apply for service at a later date under the terms

and conditions of the Corporation's policies. For the purposes of this agreement, an Indication of Interest Fee

shall be of an amount equal to the Corporation's Membership Fees.

All water shall be metered by meters to be furnished and installed by the Corporation. The meter and/or wastewater connection is for the sole use of the Member or customer and is to provide service to only one (1) dwelling or one (1) business. Extension of pipe(s) to transfer utility service from one property to another, to share, fesell or sub-meter water to any other persons, dwellings, businesses or property, etc., is prohibited.

The Corporation shall have the right to locate a water service meter and the pipe necessary to connect the meter on the Member's property at a point to be chosen by the Corporation, and shall have access to its property and equipment located upon Member's premises at all reasonable and necessary times for any purpose connected with or in the furtherance of its business operations, and upon discontinuance of service the

Corporation shall have the right to remove any of its equipment from the Member's property. The Member shall install, at their own expense, any necessary service lines from the Corporation's facilities and equipment to the point of use, including any customer service isolation valves, backflow prevention devices, clean-outs and other equipment as may be specified by the Corporation. The Corporation shall also have access to the Member's property for the purpose of inspecting for possible cross-connections, potential contamination hazards and illegal lead materials.

The Corporation is responsible for protecting the drinking water supply from contamination or pollution that could result from improper practices. This service agreement serves as notice to each customer of the

restrictions that are in place to provide this protection. The Corporation shall enforce these restrictions to ensure the public health and welfare. The following undesirable practices are prohibited by state regulations:

- a. No direct connection between the public drinking water supply and a potential source of contamination is permitted. Potential sources of contamination shall be isolated from the public
- a. water system by an air gap or an appropriate backflow prevention assembly in accordance with state regulations.

- b. No cross-connection between the public drinking water supply and a private water system is permitted. These potential threats to the public drinking water supply shall be eliminated at the
 - a. service connection by the proper installation of an air gap or a reduce pressure-zone backflow
 - a. prevention assembly and a service agreement must exist for annual inspection and testing by a
 - a. certified backflow prevention device tester.
 - b. No connection that allows condensing, cooling or industrial process water to be returned to the
 - a. public drinking water supply is permitted.
 - b. No pipe or pipe fitting that contains more than 8.0% lead may be used for the installation or repair of plumbing on or after July 1, 1998, at any connection that provides water for human

consumption.

- a. No solder flux that contains more than 0.2% lead may be used for the installation or repair plumbing on or after July 1, 1998, at any connection that provides water for human
 - consumption.

The Corporation shall maintain a copy of this Agreement as long as the Member and/or premises is connected to the public water system. The Member shall allow their property to be inspected for possible cross connections, potential contamination hazards and illegal lead materials. These inspections shall be conducted by the Corporation or its designated agent prior to initiating service and periodically thereafter. The inspections

shall be conducted during the Corporation's normal business hours.

The Corporation shall notify the Member in writing of any cross-connections or other undesirable practices that have been identified during the initial or subsequent inspection. The Member shall immediately correct any undesirable practice on their premises. The Member shall, at their expense, properly install, test and maintain any backflow prevention device required by the Corporation. Copies of all testing and maintenance records shall be provided to the Corporation as required. Failure to comply with the terms of this service agreement shall cause the Corporation to either terminate service or properly install, test and maintain an appropriate backflow prevention device at the service connection. Any expenses associated with the enforcement of this agreement shall be billed to the Member.

In the event the total water supply is insufficient to meet all of the Members, or in the event there is a shortage of water, the Corporation may initiate the Emergency Rationing Program as specified in the Corporation's tariff. By execution of this agreement, the Applicant shall comply with the terms of said program.

By execution hereof, the Applicant shall hold the Corporation harmless from any and all claims for damages caused by service interruptions due to water line breaks by utility or like contractors, tampering by other Members/users of the Corporation, normal failures of the system, or other events beyond the Corporation's control.

The Applicant shall grant to the Corporation, now or in the future, any easements of right-of-way for the

purpose of installing, maintaining and operating such pipelines, meters, valves and any other equipment that

may be deemed necessary by the Corporation to extend or improve service for existing or future Members, on such forms as are required by the Corporation.

By execution hereof, the Applicant shall guarantee payment of all other rates, fees and charges due on

any account for which said Applicant owns a Membership. Said guarantee shall pledge any and all Membership

Fees against any balance due the Corporation. Liquidation of said Membership Fees shall give rise to discontinuance of service under the terms and conditions of the Corporation's tariff.

By execution hereof, the Applicant agrees that non-compliance with the terms of this agreement by said Applicant shall constitute denial or discontinuance of service until such time as the violation is corrected to the satisfaction of the Corporation.

Any misrepresentation of the facts by the Applicant on any of the pages of this agreement shall result in discontinuance of service pursuant to the terms and conditions of the Corporation's Tariff.

PAYMENT OF TAXES AND FEES

Each Party shall pay all taxes, fees, and assessments lawfully levied on its own property and services subject to this Contract, where required. Keenan understands that, to the extent the Member is exempt from taxes, Keenan will not be compensated for taxes incurred during the performance of this Agreement and Keenan should proceed in accord. Member understands that Keenan will pass through to Member all pumpage fees and assessments charged to Keenan from the TCEQ or similar governmental agencies, the Lone Star

Groundwater Conservation District (LSGCD) and the San Jacinto River Authority (SJRA) as reflected in Keenan's Tariff.

Meters are read each month, and bills are mailed to customer. Payment is due no later than the 15th of the following month. If payment is not received by the due date, a 10-day final disconnect notice is mailed to customer. If payment is not made before disconnect date, service may be disconnected and a reconnect fee must be paid in addition to the past due water billing before service is reinstated.

Once service is disconnected for non-payment and any damage occurs to water supply equipment in an attempt By resident to obtain water service after disconnection, the meter at the property will be removed. All fees Incurred must be paid or by money order in advance of service being reinstated.

AGREED AND ACCEPTED:

(Date)

(Customer Signature)