EL OSO WATER SUPPLY CORPORATION

NOTICE OF RATE INCREASE

The El Oso Water Supply Corporation ("Corporation") Board of Directors held a public meeting on January 8, 2019 and voted to increase the monthly rates for water service to all members.

In addition to our efforts to provide corporation solidity, a rate study has been conducted by Communities Unlimited, for rural water corporations. El Oso WSC has been advised to incur a rate increase in order to continue providing quality water, maintaining the current system and to provide preparations of future needs. These studies are in-depth and conducted according to guidelines established by the TCEQ Chapter 291 Rules and Texas Water Code. Future growth and increased cost of supplies are major contributors in the equation as well as securing a sound financial resource for USDA loan backings.

The Board of Directors have evaluated the financial standing of the corporation, analyzed many options of a rate increase and chose the option recommended by Communities Unlimited.

The rate increase will be implemented on your February readings, for March payment. As always, the bill is determined by the amount of water used, so you will continue to have the luxury of controlling the increase through your personal usage.

Current Monthl	y Meter	Base R	≀ate:
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New Monthly Meter Base Rate:

5/8" X ¾"	\$ 41.80	5/8" x ¾"	\$ 43.68
1"	\$ 94.30	1"	\$ 98.54
1 1/2"	\$181.80	1 ½"	\$189.98
2"	\$286.80	2"	\$299.71

Current water rate per thousand gallons:

New water rate per thousand gallons:

1 – 6,000 gallons	\$ 4.77	1 – 6,000 gallons	\$ 4.98
6001 – 10,000 gallons	\$ 6.07	6,001 – 10,000 gallons	\$ 6.34
10,001 – 30,000 gallons	\$ 7.07	10,001 – 30,000 gallons	\$ 7.39
All over 30,000 gallons	\$ 8.07	All over 30,000 gallons	\$ 8.44

Administration Fee: \$50.00 *Processing for non-payment of services

Cut Lock Fee: \$100.00 *Cutting a lock on El Oso WSC's meter is a felony for theft of services

Customer Service Inspection: \$75.00

Data Log Fee: \$50.00 Meter Test Fee: \$100.00 Transfer Fee: \$100.00

Weekday Service Trip Fee: \$50.00 (*\$20.00 per hr. per employee beyond 1 hr.) Weekend & Holidays Service Trip Fee: \$75.00 (*\$20.00 per employee beyond 1 hr.)

For more information about the rate increase, please contact the Corporation at (830) 583-3543 or in person at our main office located at 4098 S. Hwy 181, Kenedy, TX.