Southern Utilities Company

218 N. Broadway Tyler, Texas 75702

Billing Office 903-593-2588 Service Office 903-566-3511 Rusk & Gregg County 1-866-865-5722

CONTRACT/APPLICATION FOR UTILITY SERVICE

This Contract/Application for Utility Service ("Contract/Application") is by and between Southern Utilities Company, a corporation, its successors and assigns ("Utility") and the applicant ("Customer" or "Applicant") whose name and signature is shown below on the last page of this document.

CUSTOMER LIABILITY: Customer shall be liable for any damage or injury to Utility-owned property or personnel shown to be caused by the customer, his invitees, his agents, his employees, or others under his control. By accepting service under this Contract/Application, Customer agrees to take no action to create a health hazard or otherwise endanger, injure, damage or threaten Utility's plant, its personnel, or its customers. Failure to comply with this provision shall be grounds to terminate Customer's service.

LIMITATION ON UTILITY'S PRODUCT/SERVICE LIABILITY: Public water utilities are required to deliver water to the Customer's side of the meter or service connection which meets the potability and pressure standards of the Texas Commission on Environmental Quality ("TCEQ"). Utility will not accept liability for any injury or damage to individuals or to their properties occurring on the Customer's side of the meter when the water delivered meets these State standards. Utility makes no representations or warranties (expressed or implied) that Customer's appliances will not be damaged by disruption of or fluctuations in water service, whatever the cause. Utility will not accept liability for injuries or damages to persons or property due to disruption of water service caused by: (1) acts of God (2) acts of third parties not subject to the control of Utility if Utility has undertaken such preventive measures as are required by TCEQ rules, (3) electrical power failures in water systems not required by TCEQ rule to have auxiliary power supplies, or (4) termination of water service pursuant to Utility's tariff and the TCEQ rules.

FIRE PROTECTION: Utility is not required by law and does not provide fire prevention or fire fighting services. Utility therefore does not accept liability for fire-related injuries or damages to persons or property caused or aggravated by the availability (or lack thereof) of water or water pressure (or lack thereof) during fire emergencies. Utility may (but is not required to) contract with individual customers/applicants to provide water service capacities to their properties in excess of the TCEQ's domestic water system regulations so that such water volumes and pressures may be used by the customer/applicant or local fire department (at their sole election and responsibility) for fire fighting purposes. Such additional water service capacities shall be provided only in response to and according to design criteria and/or plans prepared by the customer/applicant's registered professional engineer. Notwithstanding any understanding or intent of such customer/applicant for the use of such excess water service capacity, Utility does not profess, state, warrant, guarantee, or imply that such additional water service capacity is, or shall ever be, adequate or sufficient for fire fighting. Utility neither possesses nor claims to possess knowledge or expertise in fire fighting or the requirements of fire fighting. No statement or action of Utility shall ever be implied or meant to suggest that any facilities of Utility comply with any state or local fire code.

EXTENSION AND FACILITIES: If the services of a registered professional engineer are required as a result of an application for service to that applicant only, such engineer will be selected by Utility and the applicant, and applicant shall bear all expense incurred therein. The applicant shall bear all extension charges and fees as may be provided in Utility's tariff and the rules of the TCEQ.

PLUMBING CODE: Utility has adopted the Southern Plumbing Code pursuant to TCEQ Rule 290.46(i). Any extensions and/or new facilities shall comply with that code and all standards established by the TCEQ. Where conflicts arise, the more stringent standard must be followed.

If an applicant requires service other than the standard service provided by Utility, such applicant will be required to pay all expenses incurred by Utility in excess of the expenses that would be incurred in providing the standard service and connection. Any applicant who places unique or non-standard service demands on the system may be required to provide contributions in aid of construction for the actual costs of any additional facilities required to maintain compliance with the TCEQ's minimum design criteria for Public Drinking Water Systems plus meeting any additional requirements needed to meet local service conditions. Utility shall bear all expense related to main oversizing or additional production, storage or treatment facilities for individual residential customers with normal domestic service demands.

The piping and other equipment on the premises furnished by the Customer will be maintained by the Customer at all times in conformity with the requirements of the applicable regulatory authorities and with the service rules and regulations of Utility. The Customer will bring out his service line to his property line at a point mutually acceptable to Utility and the Customer. No water service smaller than 5/8" will be connected. The Customer shall install and maintain a cut-off valve on the Customer side of the meter and within three (3) feet of the meter. If the Customer desires water at a lower pressure than that which is delivered at the meter and such delivery pressure does not exceed any TCEQ rule or order pressure standard, the Customer will install, at the Customer's expense, the equipment necessary for such reduction in pressure. It shall be the Customer's responsibility to maintain such equipment in good repair and working order.

Except in cases where the Customer has a contract with Utility for reserve or auxiliary service, no other water service will be used by the Customer on the same installation in conjunction with Utility's service, either by means of a cross-over valve or any other connection. Customer shall not connect, or allow any other person or party to connect, onto any water lines on his premises. Two (2), or more, consuming facilities shall not be permitted to be supplied with one (1) service pipe where there is a water main abutting the premises; each shall have separate service lines and meters. For the purpose of this paragraph, each residence shall be construed to be one (1) entity or consuming facility.

It is agreed and understood that any and all meters, water lines and other equipment furnished by Utility (excepting the Customer's individual service line from the point of connection to the Customer's point of ultimate use) is and shall remain the sole property of Utility and nothing contained herein shall be construed to reflect a sale or transfer of any such meters, lines or equipment to any customer. All tap charges shall be for the privilege of connecting to said water lines and for installation, not purchase, of said meters and lines.

PERIOD OF USE: Customer shall tie onto the Utility system within sixty (60) days of the date of this Contract/Application or this Contract/Application shall be deemed void. Any additional request for service for this location must then be made by a new Contract/Application. If major utility construction, on the Customer's private water distribution facilities, is needed prior to service being connected, the above date may be extended for another sixty (60) days upon completion of a new Contract/Application, or conversely, the Customer may begin paying a monthly water bill based upon an average of the estimated annual gallons as shown below.

ASSIGNMENT: No application, agreement or contract for service may be assigned or transferred without the written consent of Utility.

OTHER CONTRACTS: It is possible that Applicant and Utility will enter into an additional contract pertaining to water service at this location. Any such contract shall be in addition to this Contract/Application. Nothing therein will negate any provision of this Contract/Application.

RIGHT OF ACCESS AND EASEMENTS: Utility will have the right of access to the Customer's premises at all reasonable times for the purpose of installing, inspecting or repairing water mains or other equipment used in connection with its provision of water service, or for the purpose of removing its property and disconnecting lines, and for all other purposes necessary to the operation of Utility's system, including inspection of the Customer's plumbing for code, plumbing or tariff violations. This right of access shall not include the right to construct and maintain production, storage or treatment facilities unless these facilities are required to provide continuous and adequate service to the individual property in question.

If the property to be served does not have dedicated, recorded public utility easements available for Utility's use in providing water utility service to the property, the Applicant (or the Applicant's landlord in the case of a tenant applicant) shall be required to provide Utility with a suitable recorded easement as a condition of service. Such easement shall be in a location acceptable to Utility and shall be for a corridor no less than fifteen (15) feet in width. The easement shall be signed by (and shall be binding upon) all record title owners of the property in question. No applicant shall be deemed to be a "qualified" applicant under the TCEQ's rules until such easement is recorded.

LANDLORD GUARANTEE: Applications by tenants <u>MUST</u> be countersigned by the owner of the property. By signing the application, the landlord grants all required rights of access. <u>IF</u> the landlord is designated herein as the person responsible for the bill, then the landlord <u>GUARANTEES PAYMENT</u> of all utility service charges and fees incurred by or compensable damages caused by its tenant.

PLUMBING RESTRICTIONS:

The following undesirable plumbing practices are prohibited by state regulations. Other prohibitions are found in the Southern Plumbing Code and/or Utility's tariff.

- 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 drinking water system by an air-gap or the installation of an appropriate backflow prevention assembly in accordance with TCEQ rules.
- B. No cross-connection between the public drinking water supply and a private water supply is permitted. These potential threats to the public drinking water supply shall be eliminated at the service connection by the installation of an air-gap or the installation of an approved reduced pressure zone backflow prevention assembly, properly installed with a service agreement existing for annual inspection and testing by a state-licensed tester.
- C. No connection which allows water to return to the public drinking water supply is permitted.
- D. No pipe or pipe fitting which contains more than 8.0% lead may be used for the installation or repair of plumbing at any connection which provides water for human use.
- E. No solder or flux which contains more than 0.2% lead can be used for the installation or repair of plumbing of any connection which provides water for human use.

APPEAL TO THE TCEQ OR OTHER REGULATORY AGENCY: Any applicant or existing customer required to pay for any costs not specifically set forth in the rate schedule pages of Utility's approved tariff shall be entitled to a written explanation of such costs prior to payment and/or commencement of construction. If the applicant or existing customer does not believe that these costs are reasonable or necessary, the applicant or existing customer shall have the right to appeal such costs to the TCEQ or such other regulatory authority with jurisdiction over Utility's rates in that portion of Utility's service area in which

the applicant's or existing customer's property is located. Unless the TCEQ or other regulatory authority enters interlocutory orders to the contrary, service to the applicant may be delayed until such appeal is resolved.

PLUMBING INSPECTION: State law requires applicants for service at new consuming facilities, existing consuming facilities if the Utility has reason to believe that cross-connections or other potential contaminant hazards may exist, or facilities which have undergone material plumbing modifications to deliver to the Utility a Service Inspection Certification, as prescribed by the Utility, that their private water distribution facilities have been inspected by a state-licensed inspector and that they are in compliance with all applicable plumbing codes and are free of potential hazards to public health and safety. In addition, Utility shall require such certificates in the case of material plumbing modifications to the Customer's private water distribution facilities made after the initial date of service to Customer. Installation of a landscaping sprinkler system shall be considered material plumbing modifications. If the Customer installs and/or maintains a landscaping sprinkler system, the Customer must deliver the appropriate inspection certificate to the Utility, including any annual inspection reports if required. Service may be denied until the certificate is received and any identified violations or hazards remedied. When potential sources of contamination are identified which, in the opinion of the inspector or Utility, require the installation of a state-approved backflow prevention assembly, such backflow flow prevention assemblies shall be installed on the Customer's service line or other necessary plumbing facilities by an appropriately state-licensed plumber/backflow prevention assembly specialist at the Customer's expense. The backflow prevention assembly shall be maintained by the Customer at his expense and shall be tested annually by a state-licensed tester. The original testing report, as prescribed by the Utility, shall be properly completed, executed and delivered to the Utility. Failure to comply with this testing and reporting requirement may constitute grounds for termination of water service with notice.

CUSTOMER AGREEMENT: BY SIGNING THIS APPLICATION FOR PUBLIC UTILITY SERVICE, I AGREE TO COMPLY WITH UTILITY'S RULES AND TARIFF AND ALL RULES AND REGULATIONS OF THE TCEQ AND OTHER APPLICABLE REGULATORY AGENCIES. I GUARANTEE PROMPT PAYMENT OF ALL UTILITY BILLS FOR THE SERVICE ADDRESS PRINTED BELOW. I AGREE TO REMAIN RESPONSIBLE FOR UTILITY BILLS FOR THIS SERVICE ADDRESS FROM THE DATE SERVICE IS STARTED UNTIL THE DAY SERVICE IS TERMINATED AT MY WRITTEN REQUEST.

I AGREE TO TAKE NO ACTION TO CREATE A HEALTH HAZARD OR OTHERWISE ENDANGER, INJURE, DAMAGE OR THREATEN UTILITY'S PLANT, ITS PERSONNEL, OR ITS CUSTOMERS. FAILURE TO COMPLY WITH THIS PROVISION SHALL BE GROUNDS TO TERMINATE MY SERVICE.

I AGREE TO PUT NO UNSAFE, NON-DOMESTIC SERVICE DEMANDS ON UTILITY'S SYSTEM WITHOUT NOTICE TO AND PERMISSION FROM UTILITY.

I HAVE BEEN SHOWN A COPY OF UTILITY'S TCEQ-APPROVED TARIFF AND I AGREE TO PAY THE RATES IN THE TARIFF AND ABIDE BY THE REQUIREMENTS IN THIS APPLICATION. I ACKNOWLEDGE THAT THE RATES AND/OR TERMS OF SERVICE IN THE TARIFF MAY BE CHANGED BY FUTURE ORDER OF THE TCEQ OR OTHER REGULATORY AUTHORITY HAVING JURISDICTION OVER UTILITY'S RATES. I AGREE TO ABIDE BY SUCH CHANGES AS THEY OCCUR.

1.	Date of Application:	Date to begin service:		
2.	Account No.:	Existing Service: Previous Customer:	New Service:	
	Transferred from Account No. (if applicable	le):	Off Date:	
3.	Applicant's Name:	Sp	ouse:	
	Billing Address:			
	Telephone: Residence: Drivers Lic. No.: Spouse's DL. No.:	Business: State: SSN: _ State: SSN:	Ext:	:
	Applicant is: Landowner:Tenal If Tenant: Name of Landlord: Landlord's Address:			
4.	Telephone: Residence: _ Service location (911 address if possible):	Busine		
	Directions to new service location (attach	plat or drawing, if possible):		
	Subdivision:School District:	Lot: B County:	lock:	
5.	Type of water service: Permanent Temporary		NAICS No.: SIC No.:	
	Agreement for temporary water service at Date of agree Temporary service to be terminate	eement:		
6.	Purpose for which water service is to be u	ısed:		
	Residential Other (explain	in use below)		
7.	Water volume and pressure required (to b Gallons Required: Annual Pressure (psi) Required: Minimum	Highest day H	ighest GPM:	
	Special service requirements:			
8.	Person responsible for payment of utility s Name: Billing address:		. ,	
	Telephone: Residence:	Business:	Ext	<u> </u>
	Drivers Lic. No.:	State: SSN:		

9.	Size of water meter	applied for:		_ rap ree due:	ֆ	
	Date tap fee paid:		Paid by: Cash	Check #	<u> </u>	Other
	Road bore required	: Yes No	Undetermined	(COST	TO BE PAID	BY CUSTOMER)
	Location of water m	neter: On or before th	ie day		,	, the Applicant
	agrees to set a wo	neter: On or before th oden stake, clearly r	narked with the wo	rds "Water Mete	er" at a locat	ion, at or near the
		it is desired that the				
		nstalled until a wood				
		er box is presently ins		erty, Applicant a	grees to acc	ept the applied for
	water meter at the I	location of said meter	box.			
10.	Service deposit req	uired: Yes N	o Amount:	\$	Receipt #	
	If Yes: Date Paid: _		Paid by: Cash _	Check #	Othe	r
	If No: Reason for Ex	xemption:				
11.	Miscellaneous fees	required as a conditi	on of water services			
11.	Amount	required as a corruit	Type		Refun	<u>dable</u>
					Yes	
	\$	_			Yes	
	\$				Yes	
	\$				Yes	No
	\$	Total Miscellaned	ous Fees Required		Receipt #	
	Date Paid:	Pai	d by: Cash	Check #	Other	
12.	Public utility easeme	ent required: Yes	No Da	ate	Vol/P	g
13.	Sarvice Inspection (Cartificata on file: Va	s No			
13.		<u>Certificate</u> on file: Yenspection		_		
	Annual testing requ If Yes: Date of no	ired: Yes Neext annual test:	0			
	Service inspection r	required: Yes	No Pendi	ng		
AGRI	EED AND ACCEPTED	ON THIS THE	DAY OF			
APPI	LICANT:					
BY:			Com	oanv:		
	e (print):		Title:			
LANI	DLORD: (Landlord M	I <u>UST</u> sign if Applican				
BY·	())		Comr	nanv.		
Nam	e (print):		Title:			
GUA	RANTOR:					
DV:			Come	2004		
Name	e (print):		Comp	Dany		
	THERN UTILITIES CO					
			_			
BY: _	o (print):		Comp	oany:		
ivam	e (print):		i itle:			

DESCRIPTION OF FACILITY REQUESTING POTABLE WATER SERVICE FROM SOUTHERN UTILITIES COMPANY

PWS I.D. NO.:	2120063	2010018	(Rusk County)		
Applicant Name: Service Location: (911 Address, if a	vailable)		·	Account No.:	
To be completed	l by Property C	Owner/Landlord:			
Type of Facility:	hotel/motel _church	farm/ranch	RV Park dairy	duplex, triplex, etc mobile home park business or public facil pe conducted therein.	·
Please check the	box(es) applica	able to the facility referred t	o above:		
r multi-residential spa/hot tub barns/stables laboratory greenhouses nursery ag products mortuary fabricating manufacturing processing car wash	Yes No	medical/dental/vet septic system private water well swimming pool condensers/boilers poultry operations laundry/cleaners dairy operations water fountains public restrooms janitorial room marina/docks Utilities Company:		sprinkler/irrigation system chemical process/products ornamental fountains/ponds livestock water troughs food/beverage service water storage/hauling lake/pond/river pumps auto/engine repair waterfront property petroleum products Contact Field Office	Yes No
Service Inspection If yes - date of ins Annual testing rec Service Inspection	pection: quired	yes	no no State	Reason	
Inspector and to e Owner/Landlord's Certification form assembly required Applicant or Owner	effect the install sole expense and <u>Backflow P</u> d, to Southern U er/Landlord will	ation and testing of all back Further, Applicant or Owner revention Assembly Test a	kflow prevention ass r/Landlord agrees to nd Maintenance Rep tiation of potable ser and void for all purp		plicant's or Inspection prevention
Property Owner/La	ndlord				
Applicant			Southern Utilities	Company Representative	

Form # 102

Southern Utilities Company

218 N. Broadway Tyler, Texas 75702

 Billing Office
 903-593-2588

 Service Office
 903-566-3511

 Rusk & Gregg County
 1-866-865-5722

AGREEMENT FOR TEMPORARY, NON-POTABLE CONSTRUCTION WATER SERVICE

The water service applicant indicated below ("Customer") has applied for water service from Southern Utilities Company ("Southern") at the service location indicated. Pursuant to State public health and water service regulations [30 TAC 290.46(j)], Southern may not provide continuous potable water service to any new construction, any existing service location where material plumbing modifications have been made, or any location where Southern has reason to believe that a cross-connection or other potential contaminant hazards may exist until the Customer provides Southern with an executed Service Inspection Certification (30 TAC 290.47-Appendix D), as prescribed by Southern, confirming any potential contaminant hazards and/or service violations have been remedied. It is Customer's responsibility, at his/her sole expense, to have the necessary customer service inspection performed by a State-licensed inspector and the above prescribed form submitted to Southern prior to the provision of permanent potable water service. Neither Southern, nor its operators, are licensed to perform customer service inspections.

Notwithstanding the requirement of a customer service inspection and prior to the provision of permanent potable water service, Southern may provide the Customer with temporary non-potable water service for construction purposes only. Southern agrees to provide such temporary non-potable water service to the subject service location, in compliance with the rates, service rules and regulations as contained in its approved Water Tariff, upon Customer's specific agreement to the following:

- 1. The water service provided will be used for construction or landscaping purposes only.
- 2. The water provided will not be consumed by humans or animals.
- 3. Customer will notify Southern in writing when to initiate the temporary construction service.
- 4. Customer will notify Southern <u>in writing</u> when construction at the indicated service location has been completed.
- 5. Customer agrees not to occupy or reside in the indicated service location until Customer has delivered a fully executed <u>Service Inspection Certification</u>, as prescribed, to Southern.
- 6. Customer agrees that 1) no direct connection between the public drinking water supply and a potential source of contamination is permitted, 2) no cross-connection between the public drinking water supply and a private water supply is permitted and 3) no connection which allows water to return to the public drinking water supply is permitted.
- 7. Customer agrees to contact Southern's service office prior to the provision of temporary non-potable water service to discuss the specific use of said non-potable water service, by the Customer, in order for Southern to confirm compliance with all regulations as promulgated by the State regulatory agency. Further, Customer specifically agrees to comply, at the his/her sole expense, with Southern's requirement of the installation of a testable backflow prevention assembly prior to the provision of temporary non-potable water service.

If Customer fails to comply with any provision of this agreement, water service to the indicated service location will be terminated and will not be restored, under any circumstances, until a fully executed Service Inspection Certification has been delivered to Southern. Termination will be made without notice if, in the opinion of Southern's licensed operator(s), Customer's service creates an immediate hazard to public health and safety. If no such hazard exists, Customer shall be notified and given a limited time to come into compliance. Southern's state-approved reconnect fee will be charged as a condition of service restoration if temporary water service is terminated for the Customer's breach of this agreement.

1.	Account No.:	Existing Account: New Service:
2.	Customer Name: Billing Address:	_
	Telephone No.: Residence:	Business: Ext: Ext:
3.	Is the Customer the Landowner of the Property? If No: Relationship to Landowner: Name of Landowner: Address:	Yes No
	Telephone No.: Residence: Driver's License No.:	Business: State: SSN:
4.	(911 Address, if possible):	drawing, if possible):
	Subdivision: School District:	Country
5.	Type of Water Service: Residential: Commercial: Industrial: Developer: Cleaning, etc: Purpose or Use of Temporary Water Service (Expla	Off Date (required):
6.	Easement as a condition of water s	No provide Southern Utilities Company with a recorded Public Utility service. The easement shall be signed by (and shall be binding upon) perty on which water service is being requested.
7.	Date to begin Temporary Water Service:	
	Temporary Water Service will be Terminated on:	
AC	GREED AND ACCEPTED ON THIS THE	DAY OF,,
CU	USTOMER:	
BY Na	Y:ame (Print):	Company: Title:
LA	ANDOWNER: (Landowner <u>MUST</u> sign if not the	the named Customer)
ВХ	Y:	Company:
Na	ame (Print):	Title:
SC	OUTHERN UTILITIES COMPANY:	
BY Na	Y:ame (Print):	Company: Title:

sonally appeared known me be the person whose name is subscribed as landlord / tenant to the foregoing trument, Contract / Application for Utility Service, and acknowledged to me that she executed the same for the purposes and consideration therein expressed.	ersonally appeared known me be the person whose name is subscribed as landlord / tenant to the foregoing strument, Contract / Application for Utility Service, and acknowledged to me that e/she executed the same for the purposes and consideration therein expressed. IVEN UNDER MY HAND AND SEAL OF OFFICE this the day of	BEFORE ME, the undersigned, a Notary Public in and for said State, on this day bersonally appeared known to me be the person whose name is subscribed as landlord / tenant to the foregoing instrument, Contract / Application for Utility Service, and acknowledged to me that ne/she executed the same for the purposes and consideration therein expressed. GIVEN UNDER MY HAND AND SEAL OF OFFICE this the day of, 20		
ne be the person whose name is subscribed as landlord / tenant to the foregoing trument, Contract / Application for Utility Service, and acknowledged to me that she executed the same for the purposes and consideration therein expressed.	me be the person whose name is subscribed as landlord / tenant to the foregoing strument, Contract / Application for Utility Service, and acknowledged to me that e/she executed the same for the purposes and consideration therein expressed. IVEN UNDER MY HAND AND SEAL OF OFFICE this the day of	nstrument, Contract / Application for Utility Service, and acknowledged to me that ne/she executed the same for the purposes and consideration therein expressed. GIVEN UNDER MY HAND AND SEAL OF OFFICE this the day of	BEFORE ME, the undersigned, a Notary	Public in and for said State, on this day
trument, Contract / Application for Utility Service, and acknowledged to me that she executed the same for the purposes and consideration therein expressed.	strument, Contract / Application for Utility Service, and acknowledged to me that e/she executed the same for the purposes and consideration therein expressed.	nstrument, Contract / Application for Utility Service, and acknowledged to me that ne/she executed the same for the purposes and consideration therein expressed. GIVEN UNDER MY HAND AND SEAL OF OFFICE this the day of	personally appeared	known
she executed the same for the purposes and consideration therein expressed.	e/she executed the same for the purposes and consideration therein expressed.	ne/she executed the same for the purposes and consideration therein expressed. GIVEN UNDER MY HAND AND SEAL OF OFFICE this the day of	to me be the person whose name is subsc	cribed as landlord / tenant to the foregoing
	IVEN UNDER MY HAND AND SEAL OF OFFICE this the day of	GIVEN UNDER MY HAND AND SEAL OF OFFICE this the day of	instrument, Contract / Application for Utili	ty Service, and acknowledged to me that
	IVEN UNDER MY HAND AND SEAL OF OFFICE this the day of	GIVEN UNDER MY HAND AND SEAL OF OFFICE this the day of	he/she executed the same for the purpose	es and consideration therein expressed.
•			GIVEN UNDER MY HAND AND SEA	L OF OFFICE this the day of
			, 20	
 Notary Public, State of			_	