

NEWPORT MUNICIPAL UTILITY DISTRICT

**Order for Adoption of Schedule of
Water and Waste Collection and Disposal Service Fees and Rates**

The Board of Directors (“Board”) of Newport Municipal Utility District (“District”) met at the Board’s regular meeting place on December 20, 2018 with a quorum of directors present, as follows:

R. Gary Hasse, President
Earl B. Boykin, Vice President
Margarette Chasteen, Secretary
DeLonne L. Johnson, Director

and the following absent:

Deborah L. Florus, Assistant Secretary

when the following business was transacted:

The Order set out below was introduced and considered by the Board. It was then moved, seconded and unanimously carried that the following Order be adopted:

Whereas, the District has adopted a Resolution for Adoption of Order Establishing (1) Policy and Rates for Water and Waste Collection and Disposal Service and (2) Rules and Regulations Governing Sewer House Lines, Sewer Connections and Water Main Connections (the “Rate Order”);

Whereas, the Board desires to adopt a Schedule of Water and Waste Collection and Disposal Service Fees and Rates for the services provided in said Rate Order;

Whereas, any previous orders and amendments thereto, heretofore adopted by the Board, providing for rates for water and sewer services for customers within the District, is hereby revoked upon the effective date of this Order;

Whereas, the Order hereinafter set forth shall become effective on January 1, 2019.

Therefore be it ordered by the Board of Directors as follows:

I.

The Board hereby approves and adopts the Schedule of Water and Sewer Service Fees and Rates, attached hereto as Exhibit A.

II.

The Board hereby authorizes and instructs the District's operator to assess and collect water and sewer fees and rates pursuant to the attached Schedule of Water and Sewer Services Fees and Rates, attached hereto as Exhibit A, as authorized by the Board in this Order.

III.

The Board hereby authorizes the President or Vice President to execute this Order and Secretary or Assistant Secretary to attest to this Order on behalf of the Board and the District, and to do any and all things necessary to give effect to the intent hereof.

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Passed and adopted, this December 20, 2018.

R. GARY HASSE

President

ATTEST:

MARGARETTE CHASTEEN

Secretary

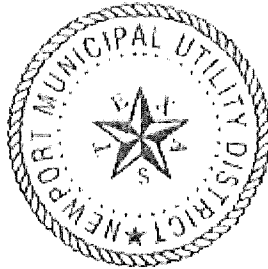


Exhibit "A"
Schedule of Water and Waste Collection and
Disposal Rates

Corresponding Section in Water and Sewer Rate Order	Description of Fee/Rate	Fee / Rate
Section II General Provisions		
Section II.D.(6) Unauthorized Practices	Tampering, unauthorized usage, illegal discharge	Costs and expenses plus fees for restoration of service
	Testing backflow prevention devices by Operator	Actual costs incurred for each assembly tested
Section II.F. Plumbing material restrictions; Service Inspection Certifications	Customer service inspections	If not inspected by District, \$25 administration fee per certification If inspected at District's direction, \$0.00 unless Unacceptable Plumbing Practices found
Section II. L.(5) Termination by District	Termination by District	Balance on account, Delinquent Notice Fee in VI, discontinuation and restoration fees in VII and deposit in V.A. Reconnection fee due whether or not service has actually been terminated, if Operator has traveled to location to terminate service
Section II.M. Maintenance of private sewer lines	Failure to maintain private sewer facilities	Costs incurred by District plus administrative charge of 20%, plus penalties in XI.D.
Section III Connections to District's Waterworks and Sanitary Sewer System		
Section III.C. Tap Fees	¾-inch SFR tap including meter, box, up to 2-lane road bore, 1 water service line inspection fee and customer service inspections	\$1,500

Corresponding Section in Water and Sewer Rate Order	Description of Fee/Rate	Fee / Rate
	¾-inch SFR tap, including meter, meter box, 4-lane equivalent road bore, 1 water service line inspection, 1 customer service inspection	Cost plus 75%
	Water service line re-inspection fee	\$75 each inspection after initial inspection
	Sewer tap (w/out road bore) and 1 sewer service line inspection	\$1,500
	Sewer tap (w/road bore and/or main line ext) and 1 sewer service line inspection	Cost plus 75%
	Sewer line re-inspection fee	\$75/ inspection after initial
	Customer service re-inspection (see Exhibit C to rate order)	District's cost for any phase of inspection not approved, and add'l inspections made until satisfactory
	Pool inspection	\$100 each
Section III.D. Community Customers	Connection fee, sewer tap inspection fee, tap charges and all other charges	As established by separate order but no less than a reasonable amount based on District's costs and community benefit involved
Section III.E.(1) and (2) Commercial water and sewer tap charges	Tap fees – commercial, other than for Nontaxable Entity	Actual and reasonable costs for construction, installation and inspection of tap or connection, all service lines and meters plus 200%
	Tap fees - Nontaxable Entity	Actual costs for construction, installation and inspection of tap, including service lines and meters; may charge an amount not to exceed costs for all facilities necessary to provide services to Nontaxable Entity and that are financed or to be financed in whole or in part by tax-supported bonds of District

Corresponding Section in Water and Sewer Rate Order	Description of Fee/Rate	Fee / Rate
Section III.E.(3) Commercial taps	Commercial Deposit	Amount of estimated costs of construction, installation and inspection of tap to be paid with application; balance of tap fees in III.E.(1) or (2) to be paid prior to commencement of service
Section III.F. Residential irrigation tap	Residential irrigation only	¾ -inch SFR tap without road bore - \$500 ¾-inch SFR tap with road bore - cost incurred by District
Section IV.A. Builder Deposit	Builder deposit	\$1,000 – individual deposit \$2,500 – umbrella deposit
Section V.A. Deposit	Residential and commercial deposits	<p>Residential: Owner occupied - \$150 Renter occupied - \$300 If disconnected for delinquency, additional deposit of \$75/instance, with \$500 max; If customer moves from one residence to another w/good payment history over preceding 5 years, deposit can be transferred to new residence w/no addt'l deposit</p> <p>Commercial: Equal to 2 months' water and sewer charges based on historical usage/estimate; If disconnected for delinquency, addt'l deposit of 100% of existing deposit</p> <p>Refundable when customer moves out of District and contingent upon payment of all bills due to District</p>
Section V.C. New service connection fee	New service connection fee	\$50/new service request

Corresponding Section in Water and Sewer Rate Order	Description of Fee/Rate	Fee / Rate
<p>Section V.D. Rates</p>	<p>Water Service Rates: <u>Single Family residential units with separate meter and Community Customers:</u> Minimum monthly for up to 4,000 gallons \$26.85 All over 4,000 gallons of water used \$2.80/1,000 gal</p> <p><u>Commercial w/separate meter, including Multi-family, irrigation:</u> Minimum monthly for up to 4,000 gallons \$40.00 All over 4,000 gallons of water used \$2.80/1,000 gal</p> <p>Waste Collection and Disposal Rates: <u>Single family residential and Community Customer:</u> Minimum monthly for up to 4,000 gallons \$35.15 All over 4,000 gallons of water used \$2.20/1,000 gal</p> <p>Sanitary Sewer: <u>Commercial:</u> Minimum monthly for up to 4,000 gallons \$34.50 All over 4,000 gallons of water used \$2.20/1,000 gal</p> <p>Master Meter: <u>Water:</u> Total water used by all units served on master meter shall be divided by number of units served by meter = usage per unit; each unit shall be charged calculated average per water rates based on class of user, whether unit is completed or occupied</p> <p><u>Sanitary Sewer per unit under Master Meter:</u> Minimum monthly for up to 4,000 gallons \$30.15 All over 4,000 gallons of water used \$2.20/1,000 gal</p> <p>Irrigation Customers: Residential - \$2.80/1,000 gallons water used (no minimum)</p> <p>Community Irrigation Customers: <u>Irrigation Meters:</u> Minimum monthly for up to 15,000 gallons \$1.00 All over 15,000 gallons of water used \$2.80/1,000 gal</p> <p><u>Ponds/ Pools:</u> Minimum monthly for up to 25,000 gallons \$1.00 All over 25,000 gallons of water used \$2.80/1,000 gal</p>	

Corresponding Section in Water and Sewer Rate Order	Description of Fee/Rate	Fee / Rate
	<p>Water, Wastewater and irrigation to Volunteer Fire Dept See Commercial rates;</p> <p>Fire hydrant water for fire protection purposes will not be billed.</p> <p>Temporary Water and Sanitary Sewer to Unoccupied Residences: \$21 for up to 2,000 gallons of water used, for a maximum of 10 days; if usage exceeds 2,000 gallons or connection time exceeds 10 days, Customer shall be charged regular monthly water and waste disposal service rates</p> <p>Fire Hydrant Meter: Deposit based on estimated amount of usage disclosed by requesting entity Water rate = \$15 per 1,000 gallons</p> <p>Out of District Customers: Three (3) times District rates</p> <p>San Jacinto River Authority: The most recent fee per 1,000 gallons used assessed by the San Jacinto River Authority for raw water</p>	
<p>Section V.E. Regulatory Assessment</p>	TCEQ Fee	0.5% of District charges (not listed)
<p>Section VI. Delinquent Accounts</p>	Delinquency	10% penalty if not paid by 20 th of month plus \$30 Delinquent Notice Fee
<p>Section VII. Discontinuation or restoration</p>	Discontinue, restore or transfer fees	\$50 per occurrence
<p>Section IX.B. Garbage Collection Schedule</p>	Schedule for garbage collection	From each separate residential connection there shall be collected: (1) garbage on Mondays and Thursdays; (2) heavy trash on the 1 st and 3 rd Thursdays; and (3) yard waste on Mondays, each after 7:00 a.m. except holidays, including New Year's Day, Memorial Day, Independence Day, Labor Day, Thanksgiving Day, and Christmas Day.

Corresponding Section in Water and Sewer Rate Order	Description of Fee/Rate	Fee / Rate
Section X. Grease traps	Grease trap fees	Operator to inspect during and upon completion of construction; \$75/month \$75 per visit re-inspection fee
Section XI.D. General Policies	Penalties for each Violation on each day of continuing violation	Per §27.031, Tx Govt Code, currently up to \$10,000
Section XI.E. Backcharges	Backcharges from leak or malfunction of customer line	Cost of repairs plus 20% administrative charge plus cost of service calls after initial service call
	Backcharges from damage by person	Cost of repairs plus 20% administrative charge
Section XI.F. Charge for returned check	Returned checks	\$35/check unless more than 2 checks returned in 6 months, then pay by cashier's check or money order for 1 year
Section XI.G. Meters: Title, tampering, maintenance, setting	Meter tampering	Repair charges plus \$150 tamper fee and penalty under Section XI.D
	Re-read meter fee	If original reading is correct, re-read fee of \$40

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I, the undersigned Secretary of the board of directors of Newport Municipal Utility District, hereby certify that the foregoing is a true and correct copy of the Order for Adoption of Schedule of Water and Sewer Fees and Rates for the District, adopted by said board at its regular meeting of December 3, 2018, together with excerpts from the minutes of said Board's meeting on that date showing the adoption of said Order, as same appear of record in the official minutes of the Board on file in the District's office.

I further certify that said meeting was open to the public, and that notice thereof was posted in compliance with the provisions of Tex. Gov't. Code Ann. § 551.001 et seq.

Witness my hand and the official seal of said District this December 3, 2018.


Secretary

