Consideration and Possible
Approval of Resolution
2021-10, a Resolution
Approving Customer
Classification of Water
Service to Political
Subdivisions

RESOLUTION 2021-10 LUMBERTON MUNICIPAL UTILITY DISTRICT

RESOLUTION APPROVING CUSTOMER CLASSIFICATION OF WATER SERVICES TO POLITICAL SUBDIVISIONS

WHEREAS, the Lumberton Municipal Utility District (the "District") is a political subdivision of the State of Texas created pursuant to Article XVI, Section 59, Texas Constitution;

WHEREAS, pursuant to §49.2122 of the Texas Water Code, the District may establish different classes of customer based on factors deemed appropriate by the District; and

WHEREAS, the Board of Directors (the "Board") of the District has determined that it should create a class of customers designated as Water Service to Political Subdivisions to assist with the community use of recreational facilities.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Lumberton Municipal Utility District that the customer class of Water Service to Political Subdivisions is hereby adopted:

SECTION 1. Purpose. The District pursuant to Subchapter N, Chapter 49, Water Code, is allowed to assist in the development of recreational facilities for the health and well-being of residents of the District. The City of Lumberton, Texas (the "City") intends to create recreational facilities for the benefit of its citizens and for the health and well-being. Other political subdivisions as well may develop recreational facilities, and the District has determined that there should be a specific customer class that will specify water rates for Water Service to Political Subdivisions as to such recreational facilities.

SECTION 2. <u>Customer Class/Water Rate</u>. <u>Customer Class/Water Rate</u>. The Board of Directors of the District hereby designates pursuant to §49.2122 the customer class of Water Service to Political Subdivisions for the purposes as stated in this Resolution. Additionally, the District shall set as the rate for Water Service to Political Subdivisions as \$.23 per 1,000 gallons of usage up to 2,000,000 gallons, and \$.45 per 1,000 gallons over 2,000,000 gallons per month; said rate may be amended by the District hereafter.

SECTION 3. Review of Customers. The Board of Directors of the District shall review any requests by a political subdivision for the provision of water under the customer classification Water Service to Political Subdivisions.

PASSED AND APPROVED this the 18th day of October, 2021.

Lumberton Municipal Utility District

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President

ATTEST:

Secretary

APPROVED:

Guy N. Goodson, Legal Counsel