attached as <u>Exhibit "B"</u>, and file it, together with an application fee of \$6.00 and the applicable security deposit, with the District's representative. No service may be initiated until (i) all applicable fees and deposits have been paid, (ii) the application form has been accepted by the District's representative, and (ii) proof of payment of any applicable community impact fee to the City of Cedar Park has been provided.

B. <u>Applications for Connections</u>. Any party desiring to make a new connection to the District's Systems must make an application, in the form attached as <u>Exhibit "C"</u>, to the District's representative in accordance with the Rules. All applicable tap fees, park fees, installation fees and deposits must be paid to the District's representative at the time the application is filed. No connection may be made until all fees and deposits are paid and the appropriate application has been accepted by the District's representative.

- C. <u>Tap Fees for In-District Customers.</u>
 - 1. The District's water tap fees are as follows:

Meter Size	Tap Fee
5/8"	\$ 600
3/4"	\$ 800
1"	\$ 1,300
1½"	\$ 2,550
2"	\$ 4,050
3"	\$ 7,550
4"	\$12,550
Over 4"	Determined by the District prior to connection

2. The District's water tap fees for irrigation meters are as follows:

a.	Up to and including 2" meter	\$600 plus actual cost of meter.
b.	Over 2" meter	Determined by the District
		prior to connection

3. The District's wastewater tap fees are as follows:

Meter Size		<u>Tap Fee</u>
5/8"		\$ 600
3/4"		\$ 800
1"		\$ 1,300
11/2"		\$ 2,550
2"		\$ 4,050
3"		\$ 7,550
4"		\$12,550
Over 4"		Determined by the District
	87) -	prior to connection

4. Tap fees become the property of the District upon payment, and are not refundable.

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D. <u>Cedar Park Community Impact Fees</u>.

- 1. Under the District's Water Supply Contract with the City of Cedar Park, all new customers on the District's water system must pay the community impact fee established by Cedar Park for new in-city customers for water service, which is currently \$2,250 per living unit equivalent. All new customers must pay the applicable community impact fee to Cedar Park at the time the customer obtains a building permit, and must provide proof of payment to the District before the customer may purchase a tap.
- 2. Under the District's Wholesale Wastewater Service Contract with the City of Cedar Park, all new customers on the District's wastewater system must pay the community impact fee established by Cedar Park for new in-city customers for wastewater service, which is currently \$2,000 per living unit equivalent. All new customers must pay the applicable community impact fee to Cedar Park at the time the customer obtains a building permit, and must provide proof of payment to the District before the customer may purchase a tap.

E. <u>Park Development Fees</u>. The District will collect a park development fee of \$300 per living unit equivalent at the time a water or wastewater tap is purchased. This fee will be placed in the District's dedicated pool fund and used solely for the development, operation and maintenance of District recreational facilities.

F. <u>Installation Fees</u>. Connections may be made by the District's representative or by the applicant's plumber, at the applicant's option.

1. The installation fees for a water connection made by the District's representative are as follows:

Meter Size	Fee
5/8" through 1"	Cost to District
Over 1"	Cost to District

2. The installation fees for a wastewater connection made by the District's representative are as follows:

Service	Rate
Residential	Cost to District
(Single-family or duplex unit)	
Other	Cost to District

3. Any connection made by the applicant's plumber or contractor must be inspected and approved by the District's representative in accordance with the Rules prior to the time the connection is enclosed or covered.

G. <u>Inspection/Reinspection Fees</u>. The fee for each inspection of a residential water or wastewater connection is \$25. The fee for each reinspection of a residential connection is \$55. The inspection fees for commercial property will be the costs incurred by the District in making the inspections. These fees are payable upon demand by the District. H. <u>Plumbing Inspections</u>. Inspections of new residential and commercial plumbing construction as required by The Plumbing License Law, Chapter 1301, Texas Occupations Code, will be conducted by the City of Cedar Park pursuant to the Interlocal Agreement for Plumbing Inspections Within Block House Municipal Utility District.

I. <u>Water and Wastewater Security Deposit</u>. A security deposit must be paid to the District's representative by each customer before service is actually commenced, according to the following schedule:

a. Single Family Residential Customers:

Homeowner	\$100
Renter	\$200

b. If a single family residential customer is given notice of disconnection due to a failure to make timely payment of the District's utility bills, a violation of the District's Rules, or any other reason other than the customer's request, and fails to pay all past-due amounts by the time and date specified on the notice of disconnection, then, regardless of whether or not service is physically disconnected, the District will require an additional security deposit of \$100 for a Homeowner and \$150 for a Renter for each disconnection, up to a maximum of \$500 for an Homeowner and \$750 for a Renter, and this additional deposit will be added to the next utility bill mailed to the customer after the date of reconnection or the customer's payment of any past-due amount to the District.

c. Commercial customers, including multi-family: an amount equivalent to 45 days' water and wastewater usage. The amount of the security deposit will be based on historical usage when this information is available, and will be based upon an estimate of usage by the District's representative when this information is not available. Commercial security deposits must be in the form of cash, certified check or bond approved by the Board as to form and issuer. All commercial security deposits will be subject to adjustment based upon annual usage patterns.

d. Security deposits will be held and returned in accordance with the Rules.

J. <u>Builder/Developer Deposit</u>. Each homebuilder or commercial developer must pay to the District (a) in the case of a homebuilder, a deposit of (i) \$1,000, if one house is being constructed by the homebuilder, or (ii) \$2,000, or more than one house is being constructed by the homebuilder; or (b) in the case of a developer other than a homebuilder, a deposit of \$2,000. This deposit will be placed in a separate account and will be refunded, without interest, to the builder on completion of the builder's or developer's construction program or development within the District. No taps will be sold to the homebuilder or developer until this deposit is paid.

K. <u>Use of Deposit</u>. The cost of any repairs to the District's facilities caused by a builder's or developer's negligence, any fines or penalties due to the District as a result of the homebuilder's or developer's violations of the District's Rules, orders or regulations, the cost of any maintenance of the homebuilder's lots or developer's property performed by the District following written notice to the homebuilder of the needed maintenance and the homebuilder's failure to perform the maintenance within five business days of the date of the notice and the cost of connections, inspections, water service and wastewater service will be billed by the