

LAWRENCE WATER SUPPLY CORPORATION

January 17, 2023

To: Lawrence Water Supply Corporation Customers
Re: Rate and Fee Increase Notice

The Terrell City Council approved a 7.02% water rate increase for its wholesale and retail customers that went into effect October 1, 2022. As a wholesale customer, LWSC is responsible for a percentage of all expenses associated with Terrell's cost of providing safe and reliable drinking water.

LWSC is a non-profit corporation that is not tax supported, and all income is directly related to water sales. Through fiscally responsible policies and efficient operations, LWSC was able to absorb a 2.86% rate increase in 2021 with no increase to you, our customers.

In order to offset the most recent increase from Terrell, LWSC's Board of Directors has approved a 7% increase to the current water rates. The revised rates will be as follows:

Monthly Usage	Cost per 1,000 Gallons
0-3,000 gallons	\$10.90
3,001 – 7,000 gallons	\$14.79
7,001 – 20,000 gallons	\$16.53
20,001 gallons and greater	\$23.89

LWSC's Board of Directors also approved the following fees to reflect the current cost of providing services:

Monthly basic fee	\$35.00	Transfer fee	\$35.00
Monthly reserve fee	\$35.00	Disconnect fee	\$50.00
Membership deposit	\$300.00	Reconnect fee	\$50.00
Service inspections	\$80.00	Late fee	\$15.00
Meter installation	\$1,000.00	Return check fee	\$37.50
Equity fee	\$1,620.00	Alternate billing fee	\$10.00

The revised fees will be effective March 1, 2023 and the revised rates will be reflected on your bill due March 10, 2023.

If you have any questions or comments regarding this matter, please contact our office at (972) 563-7422 during normal business hours.

Sincerely,



Gary L. Holcomb, General Manager
Lawrence Water Supply Corporation