Shady Grove Water Supply Corporation 3516 FM 499

Greenville, Texas 75401

Phone: 903-454-8733 FAX: 903-454-9979 shadygrovewsc@gmail.com www.shadygrovewsc.com

October 16, 2013

To the Members of Shady Grove Water Supply Corporation,

Earlier this year the Board of Directors received notice from the City of Greenville of a 17% rate increase for wholesale water for each of the next three years. We are also paying more for supplies due to the new EPA rules on lead and increased fuel prices. Therefore, we find it necessary to raise our rates by 20%. The rate increase was passed by the BOD at the regular meeting held on October 14, 2013. The increase will go into effect with the January 2014 meter readings. Details of the rate increase are below.

Current Rates: (Effective 01/01/09)

Meter Size	Minimum Charge
5/8" (normal household)	\$28.35
1"	70.89
2"	200.00

Usage	Charge per 1000 Gallons
001 - 5,000	\$5.75
5,001 - 10,000	\$7.75
10,001 +	\$9.75

New Rates: (Effective 01/01/14)

Meter Size	Minimum Charge
5/8" (normal household)	\$34.00
1"	\$85.00
2"	\$272.00

Usage	Charge per 1000 Gallons
001 - 5,000	\$7.00
5,001 - 10,000	\$9.00
10,001 +	\$11.00

The Board of Directors is continuing to seek grants to assist in the cost of upgrades to the WSC. We are currently in the application process for a STEP (Small Towns Environment Program) grant that could add up to \$350,000 in capital improvement to our system. This grant is based upon volunteer effort and provides up to 2 years for the completion of the funded project.

If you have any questions, please call our office during regular business hours (Mon-Thu, 9:00am-1:00pm).

Sincerely,

Ron Holley, President John Paul Willabay, Vice-President Jimmy Kilgore, Secretary Robert Key, Director Mike Rackley, Director Shady Grove WSC Board