

**A RESOLUTION AMENDING A  
REUSE CONNECTION AND RATE POLICY**

WHEREAS, the District produces quality reuse water as permitted by the Texas Commission on Environmental Quality (TCEQ) suitable for landscape irrigation; and

WHEREAS, sufficient quantities are usually available for existing and can accommodate some future customers; and

WHEREAS, the District's reuse rate should be based on costs and market;

**NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE  
LAKEWAY MUNICIPAL UTILITY DISTRICT THAT:**

The following policy is hereby adopted as the official Reuse Policy.

Reuse Connections:


1. For any new commercial or multi-family application, the General Manager will make a determination as to whether the applicant will be required to utilize reuse water for irrigation.
2. The General Manager will review applications from large users on a case-by-case basis. Large users are defined as having two or more landscape acres under irrigation at a minimum instantaneous application rate of 30 gallons per minute or as approved by the E&O Committee. Large users can be commercial or multi-unit residential landscape areas.
3. Users applying for tie-in to the District's reuse distribution system may be subject to restrictions on rate and delivery period, dictated by system constraints.
4. Users applying for tie-in to a golf course reuse distribution system will be subject to concurrence by the distribution system owner, and may be subject to restrictions on delivery flow rate and time of day.
5. The District may decline applications by single-family residence homeowners.

Reuse Rates:

1. The customer volume charge for reuse water will be calculated annually and be equal to the lowest potable water volume rate (currently \$2.50/kg).
2. There is no base charge, only the volume charge.

3. There is no rate differential between summer and winter.
4. In the event that insufficient reuse water is available, the supply will be supplemented by raw Lake Travis water. Associated costs will accumulate in the cost center described below, and will not affect the customer reuse rate.
5. In the event that insufficient reuse water or lake water is available, the reuse supply will be supplemented by potable water. Costs associated with this will be proportionally distributed to the reuse customers by adjusting the customer reuse rate based on conditions at the time, not to exceed the non-conservation potable water irrigation rate (currently, \$3.50/kg).
6. There is no fixed tap fee. The customer pays all costs associated with connection to the District's existing reuse supply system.
7. A Reuse Account is established to accumulate all direct and variable costs associated with reuse supply. Test Year Reuse revenue will be applied to "Other Revenue Credits" (as shown on p4 of the Rate Design).
8. Reuse customers are subject to the District's Drought Contingency Plan. However, reuse customers may be assigned different or individual irrigation days to accommodate limitations in the reuse distribution system.

PASSED AND ADOPTED THIS 21st day of October 2009.

  
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President, Lakeway Municipal Utility District

  
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Secretary, Lakeway Municipal Utility District