

## TO THE MEMBERSHIP OF CROSS TIMBERS WATER SUPPLY CORPORATION

On November 17, 2025, your Board of Directors met in open session and reviewed the water rates and tier structure for the upcoming 2026 Budget year. The Board directed Staff to examine tiers and rates and compare them to others in the area to determine what would be most equitable and be in line with utilities nearby. The monthly base rates were reviewed, voted upon, and approved for the year 2026.

- Current Tiers and rates for 2025:
  - 001 to 5,000 gallons \$3.65 per 1,000 gallons
  - 5,001 to 20,000 gallons \$4.70 per 1,000 gallons
  - 20,001 to 40,000 gallons \$5.75 per 1,000 gallons
  - 40,001 to 50,000 gallons \$8.00 per 1,000 gallons
  - Over 50,001 gallons \$9.00 per 1,000 gallons
  
- New Tiers and Rates effective January 2026:
  - 001 to 5,000 gallons \$3.85 per 1,000 gallons
  - 5,001 to 20,000 gallons \$4.95 per 1,000 gallons
  - 20,001 to 40,000 gallons \$6.05 per 1,000 gallons
  - 40,001 to 50,000 gallons \$8.40 per 1,000 gallons
  - Over 50,001 gallons \$9.45 per 1,000 gallons

What does this mean for a typical bill (these calculations do not include Franchise Fees and TCEQ Fee, which are common to both):

| <u>Water Used</u> | <u>Old Rates</u> | <u>New Rates</u> |
|-------------------|------------------|------------------|
| 5,000             | \$ 59.50         | \$ 60.50         |
| 10,000            | \$ 81.75         | \$ 85.25         |
| 20,000            | \$ 128.75        | \$ 134.75        |
| 40,000            | \$ 245.00        | \$ 255.75        |
| 60,000            | \$ 415.00        | \$ 434.25        |
| 75,000            | \$ 550.00        | \$ 576.00        |
| 100,000           | \$ 775.00        | \$ 812.25        |
| 200,000           | \$1,675.00       | \$1,757.25       |