

Notice of Proposed Amendments to Rate Order

April 21, 2022

Dear GRP Participant,

The San Jacinto River Authority ("SJRA") is proposing amendments to the current Rate Order applicable to Participants in SJRA's Joint Groundwater Reduction Plan ("GRP"). The proposed amendments could revise the current rates for the Pumpage Fee, the Import Fee, Surface Water Fee, and other provisions.

The fees adopted under the Rate Order generate the funds necessary to pay for the operations and maintenance of the GRP facilities, debt service, and fund reserves. SJRA strives at all times to manage the costs of implementation of the GRP so that the lowest responsible fees are adopted under the Rate Order. In an effort to remain transparent and allow input from Participants, guidance regarding key budget policy decisions is sought from the GRP Review Committee during the rate making process.

The proposed amendments to the Rate Order are currently scheduled to be presented to the GRP Review Committee on Monday, April 25, 2022 and to the SJRA Board of Directors on Thursday, April 28, 2022. The SJRA Board of Directors is currently scheduled to consider formal adoption of the proposed amendments on Thursday, May 26, 2022.

If the proposed amendments to the Rate Order are not adopted by the Board of Directors on Thursday, May 26, 2022, we anticipate reconsideration at one or more of the following meetings:

- GRP Review Committee Meeting on Monday, June 20, 2022, & SJRA Board of Directors Meeting on Thursday, June 23, 2022
- GRP Review Committee Meeting on Monday, July 25, 2022, & SJRA Board of Directors Meeting on Thursday, July 28, 2022

Agendas for these meetings will be posted on SJRA's website at https://www.sjra.net/grp/meetings/.

Please visit our website at http://www.SJRA.net/grp/ to learn more about the GRP. Sincerely,

Chris Meeks

Utility Enterprise Manager San Jacinto River Authority

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