

D & M Water Supply Corporation

MEMBERSHIP TRANSFER AUTHORIZATION

Transferor hereby surrenders Membership in the D & M WSC by execution of the following document. Water service rights granted by Membership and other qualification hereby cease contingent upon further qualification of the Transferee in accordance with the policies of the D & M WSC.

By execution hereof, the undersigned hereby acknowledges that the Membership Transfer complies with the terms of one of the following items (1) through (4), thereby qualifying for transfer of Membership in accordance with the laws of the State of Texas.

- (1) The Membership is transferred by will to a person related to the Transferor within the second degree by consanguinity; or
- (2) The Membership is transferred without compensation to a person related to the Transferor within the second degree by consanguinity; or
- (3) The Membership is transferred without compensation or by sale to the Corporation; or
- (4) The Membership is transferred as a part of the conveyance of real estate from which the Membership arose.

Transferee understands that qualification for Membership is not binding on the Corporation and does not qualify Member for continued water service unless the following terms and conditions are met:

- (1) This Membership Transfer Authorization Form is completed by the Transferor and Transferee;
- (2) The Transferee has completed the required Application Packet;
- (3) All indebtedness due the Corporation has been paid;
- (4) The Membership Certification has been surrendered, properly endorsed, by the record Transferor;
- (5) The Transferee to receive service and demonstrates satisfactory evidence of ownership of the property designated from which the Membership originally arose; and
- (6) Any other terms and conditions of the Corporation's Tariff are properly met.

Signature of Transferor

Signature of Transferee

D & M WSC is an equal opportunity provider and employer.

If you wish to file a Civil Rights program complaint of discrimination, complete the USDA Program Discrimination Complaint Form, found online at http://www.ascr.usda.gov/complaint_filing_file.html or at any USDA office, or call (866) 632-9992 to request the form. You may also write a letter containing all of the information requested in the form. Send your completed complaint form or letter to us by mail at U.S. Department of Agriculture, Director, Office of Adjudication, 1400 Independence Avenue, S.W., Washington, D.C. 20250-941, by fax (202) 690-7442 or email at program.intake@usda.gov.

MEMBERSHIP TRANSFER AUTHORIZATION (CONTINUED)_____
Transferor's Name_____
Transferee's Name_____
Forwarding Address_____
Mailing Address_____
City, State, Zip Code_____
City, State, Zip Code_____
Phone_____
Phone

Account Number _____ Final Reading _____ Reading Date _____

Location of Meter _____

Effective Date of Membership Transfer _____

Note: A processing fee of \$ 30.00 is charged to the Transferee on all transfers.

Transferor has paid all indebtedness due the Corporation and is gifting the Membership fee held by the Corporation in deposit to the Transferee.

ACKNOWLEDGEMENTThe State of Texas
County of Nacogdoches

IN WITNESS WHEREOF the said Transferor and Transferee have executed this instrument this _____ day of _____, 20____.

BEFORE ME, the undersigned, a Notary Public in and for said County and State, on this day personally appeared _____ known to me to be the persons whose names are subscribed to the foregoing instrument, and acknowledge to me that they executed the same for the purposes and consideration therein expressed.

GIVEN UNDER MY HAND AND SEAL OF OFFICE THIS _____ day of _____, 20____.

(SEAL)

Notary Public in and for
Nacogdoches County, Texas