

RESOLUTION EXTENDING MORATORIUM

THE STATE OF TEXAS

COUNTY OF GALVESTON

SAN LEON MUNICIPAL UTILITY DISTRICT

WHEREAS, the Board of Directors (the "Board") of San Leon Municipal Utility District (the "District"), in consultation with its engineers, have been advised that the District's wastewater treatment system's nearing total capacity; and

WHEREAS, the District is currently making a study to determine the most efficient and cost-effective means of expanding the District's capacity to process wastewater within the guidelines of the Texas Commission on Environmental Quality ("TCEQ"); and

WHEREAS, the District and its engineers recognize that certain multi-family or commercial projects will cause immediate and substantial impact on the District's remaining capacity and will jeopardize the District's ability to provide wastewater services without violating TCEQ rules and regulations; and

WHEREAS, the District by Board action on July 18, 2017, approved a moratorium on multi-family and commercial developments and desires to extend the moratorium and to establish a system for evaluating proposed projects within the District;

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

All commercial multi-family, recreational vehicle, mobile home or other developments providing multiple single-family residences or rental properties shall each be evaluated separately in order to determine whether the moratorium will prevent the projects' connection to the District's wastewater system during the duration of the moratorium.

Each project, including specific plans and engineering drawings, shall be presented to the District's General Manager and Field Supervisor for review and decision. If the General Manager and Field Supervisor approve the application for service, the application shall be presented to the Board of Directors for review at its next available meeting date. The Board of Directors shall have the final right to approve or disapprove each project until the moratorium is lifted by action of the Board.

A copy of the attached "NOTICE OF MORATORIUM" shall be prominently displayed at the District's office, and a copy of this Resolution and the attached "NOTICE OF MORATORIUM" shall be sent to all of Galveston County offices with jurisdiction for developments within the District.

Nothing herein shall release the applicant from the obligation to secure all necessary Galveston County permits for any project within the District. All necessary permits shall be required to be presented to the District with the application for service.

ADOPTED, APPROVED, AND EFFECTIVE this 18th day of Sept., 2018.

President, Board of Directors



ATTEST:

Vice President, Board of Directors