

MEMBERSHIP TRANSFER AUTHORIZATION

Transferor hereby surrenders Membership in the Steamboat Mountain WSC by execution of the attached Stock Certificate. Water service rights granted by Membership and other qualification hereby cease contingent upon further qualification of the Transferee in accordance with the policies of SMWSC.

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 Member 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 Certificate has been surrendered, properly endorsed, by the record Transferor;
- (5) The Transferee demonstrates satisfactory evidence of ownership of the property designated to receive service and 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

I, _____, owner of the meter being transferred, agree to transfer my \$100.00 Membership Deposit for this meter to the Transferee.

Authorization for Membership Deposit Transfer: _____

Signature of Transferor

*** Is this account set up on monthly draft? YES NO
If yes, do you want your final bill drafted? YES NO

MEMBERSHIP TRANSFER AUTHORIZATION (CONTINUED)

Transferor's Name

Transferee's Name

Forwarding Address

Current Address

City, State, Zip Code

City, State, Zip Code

Phone #

Phone #

Account # _____

Final Reading _____

Reading Date _____

Location of Meter: _____

NOTE: A fee of \$35.00 is charged to the Transferee on ALL Transfers.

Transferor may be due a refund of the Membership Deposit (Fee), and Transferee understands that he/she MUST place on deposit, a refundable Membership Deposit (fee) with the Corporation.