



San Jacinto River Authority

Notice of Proposed Amendments to Rate Order

April 26, 2019

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 proposed amendments to the Rate Order will be presented to the GRP Review Committee on May 20, 2019 and to the SJRA Board of Directors on May 23, 2019. The GRP Review Committee will consider recommendation of the proposed amendments on June 24, 2019. The SJRA Board of Directors will thereafter consider formal adoption of the proposed amendments on June 27, 2019.

If the proposed amendments to the Rate Order are not recommended by the Review Committee on June 24, 2019 and, consequently, not adopted by the Board of Directors on June 27, 2019, we anticipate reconsideration at one or more of the following meetings:

GRP Review Committee Meeting on July 22, 2019 & SJRA Board of Directors Meeting on July 25, 2019

GRP Review Committee Meeting on August 19, 2019 & SJRA Board of Directors Meeting on August 22, 2019

Agendas for these meetings will be posted on SJRA's website at <http://www.SJRA.net>.

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 are sought from the GRP Review Committee during the rate making process.

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

Sincerely,

A handwritten signature in blue ink, appearing to read "Mark Smith".

Mark Smith, P.E.

GRP Administrator

San Jacinto River Authority