NOTICE OF EPA LEAD INVENTORY

As required by the Texas Commission on Environmental Quality, Waterwood Municipal Utility District No. 1 (the "Water District") conducted an inventory on it service lines for the presence of lead. The inventory has been completed. No lead service lines nor galvanized service connections were detected and no line replacement is required. Additionally, the Water District has found no evidence of the use of lead service lines (i) in the system records, including distribution system maps and drawings, historical records, meter installation records, inspections and records of the distribution system that indicate the material composition, or (ii) when reading water meters or performing maintenance activities during normal system operations.