

MEACHAM AND MEACHAM
A PROFESSIONAL CORPORATION
ATTORNEYS AT LAW
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CLINTON, OKLAHOMA 73601

DENVER MEACHAM II

TELEPHONE 580-323-6323
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February 24, 2026

Mr. Robert Johnston
City Manager
P.O. Box 1177
Clinton, OK 73601

Re: Foss Reservoir Master Conservancy District 2026 Budget

Dear Robert:

Enclosed herewith you will find a copy of the 2026 budget for the Foss Reservoir Master Conservancy District, which was adopted by the District's Board of Directors on February 9, 2026.

The water rates for 2026 in the budget will be \$5.66 per thousand gallons, which is a ten cent per thousand gallons increase in the water rate in the 2025 budget. Water amounts purchased over each city's contractual obligation will be charged at \$5.66 per thousand gallons.

Clinton's annual assessment for the operation and maintenance of the treatment plant and aqueduct for calendar year 2026 is \$1,416,625.04 and Clinton's annual assessment for the operation of the dam and reservoir as shown on the second page of the budget, is \$92,922.57, which results in a total assessment to Clinton for 2026 operations being \$1,509,547.61.

The District requests that your total annual assessment for 2026 be paid as has been done in the past in monthly installments. Please send these payments, along with the monthly rural water meter readings, to Shawn Dewees, the District's Manager, 10075 N. 2140 Road, Foss, Oklahoma 73647.

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Each city will be billed \$5.66 per thousand gallons for all water used over and above each city's pro rata share of 1,410,000 gallons per day. Based on the allocation percentages, which became effective with the September, 2003, billing, each city's daily pro rata share of 1,410,000 gallons per day is as follows:

Clinton	685,718 Gallons	(48.63249%)
Hobart	504,093 Gallons	(35.75129%)
Cordell	197,891 Gallons	(14.03484%)
Bessie	22,298 Gallons	(1.58138%).

Since the percentages of the cities for the operation of the dam and reservoir were established at the time the dam was built, the annual assessment of the project cities for the operation of the dam and reservoir is based on the same formula that has been used since the dam was built.

If you have any questions about any of the items contained in the District's budget, please contact your local representative on the Board of Directors or Shawn Dewees (580/592-4421), who will explain any of the budgeted items.

Sincerely Yours,



Denver Meacham II

DMII:hj

Enc.

cc: Mr. David Berrong
P. O. Box 1117
Clinton, Oklahoma 73601

Mr. Bruce Tharel, CPA
P.O. Box 355
Clinton, Oklahoma 73601

Mr. Scott Crumley
1312 Gholston
Clinton, Oklahoma 73601

Mr. Rod Kinney
2517 Corbin Lane
Clinton, Oklahoma 73601

Mr. Shawn Dewees
10075 N. 2140 Road
Foss, Oklahoma 73647