

Jug Mountain Ranch (JMR) Sewer System

Rules and Regulations May 2006

1. Purpose of Rules and Regulations.

- 1.1) To establish a set of rules to administer and operate the Jug Mountain Ranch sewage collection system and wastewater treatment facilities.
- 1.2) To establish control measures to enforce termination of service for non-compliance of these policies and procedures.
- 1.3) To document the authority of the Board of Directors of JMR to assure a sustainable long- term system.

2. Definition of Sewer System User Types

- 2.1) Approved system users are those homeowners or other approved users included in the PUD.
- 2.2) Non-approved sewer system users are those users that do not own property within the subdivision.

3. Billing

- 3.1) The sewer user fee is due annually as a Utility Assessment which is assessed by the Jug Mountain Ranch Association. Any purchaser of a lot from Jug Mountain Ranch LLC shall pay the flat monthly charge of \$30 per month, in advance for the remainder of the year, at the closing of the purchase of the lot, prorated as of the date of closing. This monthly rate may be modified in the future by

the Board, to adjust for the cost of operation, maintenance, repair and replacement of the system, as well as to adjust for additional lots which may be platted as part of Jug Mountain Ranch and which share in the cost of the sewer system.

- 3.2) Lot owners desiring to connect to the sewer system will be required to pay for completion of facilities from the lot line to the dwelling. Additionally, at such time, an initial utility service fee in the amount of \$500 (which includes water and sewer) shall be paid by the owner. This fee may be modified from time to time, by and at the sole discretion of the Jug Mountain Ranch Association.
- 3.3) The fees for the sewer system, as well as the initial utility service fee, will be assessed as a Utility Assessment by the Jug Mountain Ranch Association.

4. Responsibility for Repairs

- 4.1) JMR shall be responsible for all maintenance of the sewer mainlines and treatment facility for the sewer system.
- 4.2) All sewer system users shall be responsible for their individual service lines from the 8" main line to the connection of their household plumbing.

5. Complaint Procedures

- 5.1) If at any time a user has a complaint concerning termination of service, policies and practices, or any other matter regarding JMR sewer service, the user must contact the Jug Mountain Ranch Association in person or in writing. The complaint will be investigated by the system operator, and if possible resolved promptly. The user will be notified in writing of the result of the complaint and every effort will be made to resolve the complaint.

6. Termination of Service

- 6.1) With proper user notification pursuant to Section 7, JMR may deny or terminate sewer service, by shutting off the water, for any one of the following reasons:
 - i) Denying or willfully preventing access to facilities.
 - ii) Repeated violations of the policies and procedures concerning sewer use.
 - iii) Failure to repair leaks for which the user is responsible in a timely manner.
 - iv) To prevent a violation of local, state or federal health codes.
 - v) Failure of payment.

7. Notification

- 7.1) Written notification of termination from JMR must be mailed, by USPS certified mail, federal express, or similar method, at least 7 days before the proposed termination date.
- 7.2) At least 24 hours before the service is terminated, another attempt shall be made to contact the user of record in person or by telephone, whether or not JMR has been successful in making contact.

- 7.3) The first notice of termination shall include the procedure and requirements the user must follow to prevent termination of service and for restoring service.

8. Responsibility for Wastewater Treatment Facility

- 8.1) JMR shall not be liable for a sewer system deficiency for any cause beyond its reasonable control.
- 8.2) JMR shall not be responsible for property damage resulting from operating the system or any other cause beyond its reasonable control.

9. Changes to Policies and Procedures

- 9.1) The Jug Mountain Ranch Association Board of Directors may modify these Rules and Regulations from time to time in accordance with the General Declaration for Jug Mountain Ranch, and the Bylaws for the Jug Mountain Ranch Association. In such instance, modifications shall be mailed to all homeowners. A current copy of these Rules and Regulations shall always be available at the Jug Mountain Ranch Association Office.