NORTH FORK WATER COMPANY (Tariff)

1. <u>Governing Documents</u>. The North Fork Water Company (the "Company") is organized to provide culinary water to the residential and commercial lots comprising the Chamberlain Ranch mixed use plan unit development (the "Service Area"). The engineer's bid estimate for the Waterworks Facilities and the worksheet for determining water rates are attached hereto as Exhibit E-2.

2. <u>Rates</u>. The annual water rates charge by the Company are \$624.00, due and payable in twelve monthly installment payments of \$52.00 on the first (1^{st}) day of each month. A late fee of \$25.00 will be charged if not paid by the fifteenth (15^{th}) day of the month and interest at the rate of twelve percent (12%) per annum will be charged on all payments not made by the first of the month.

3. <u>Connection Fee</u>. A connection (hook up) fee of \$6,000.00 will be charged to each lot owner in the Service Area concurrent with a request for water service. This fee will also be charged upon the transfer of each lot to a new lot owner.

4. <u>Rules and Regulations</u>. The following rules and regulations shall apply to the use of all water supplied by the Company to the Service Area:

- a. The Service Area is located in a pristine mountain environment and indoor and outdoor water conversation measures are encouraged.
- b. Each residential lot in the Service Area is allocated a maximum of .25 Acre Foot of culinary water per calendar year and water use beyond that allocation will result in restrictions and penalties as provided for herein. The .25 Acre Foot of water annually equates to 81,250 gallons of culinary water per year. Once the annual water usage of 81,250 gallons of culinary water use per year has been met, the Company may either charge such additional usage at the rate of \$0.25 per gallon.
- c. Each residential and commercial lot will be metered. At the time a lot owner acquires a building permit from Kane County, the lot owner will need to request the Company to install a meter. The costs of the meter and installation thereof in the amount of \$2,500 will be assessed to the lot owner. The Company shall have the right to enter upon the owner of a lot at reasonable hours and without notice to read the meter.
- d. Residential water use shall be restricted to the following:
 - (i) indoor culinary water use;

(ii) limited outdoor use to propagate initial root growth of landscape plants. At a maximum no herbacious or shrubbery plants may be watered beyond a period of two years after initial planting and trees beyond a period of three years after initial planting; and

(iii) a watering trough for animals not to exceed 100 gallons in capacity.

e. Commercial water use may include the following:

(i) indoor culinary water use;

(ii) the same limited outdoor water use for propagation of initial root growth of landscape plants as provided for residential lots;

(iii) such outdoor use for watering of livestock as the commercial lot owner may require; and

(iv) indoor use for all commercial uses permitted by Kane County and such uses as are incidental and accessory thereto.

- f. Outdoor water use that exceeds the minimum outdoor use allowed by these rules will be subject to a fine of \$25 for each day of violation and the Company shall have the authority to enter upon the property and interrupt and terminate the outdoor water use. Before a fine is imposed or outdoor water uses are interrupted or terminated, the Company shall send notice of the proposed action by certified mail, return receipt requested, and provide an opportunity within 30 days from receipt of the notice for a hearing.
- g. Water supply is not guaranteed year-round as severe weather and cold temperatures may temporarily interrupt water service.
- h. Water supply lines will be constructed, repaired, maintained and replaced by the Company to the property line of each residential and commercial lot in the Service Area and it will be the responsibility of each lot owner, at the lot owner's expense, to install, repair, maintain and replace the lateral waterline from the property line to the structure.

DATED this _____ day of March, 2008.

North Fork Water Company

By: Its: