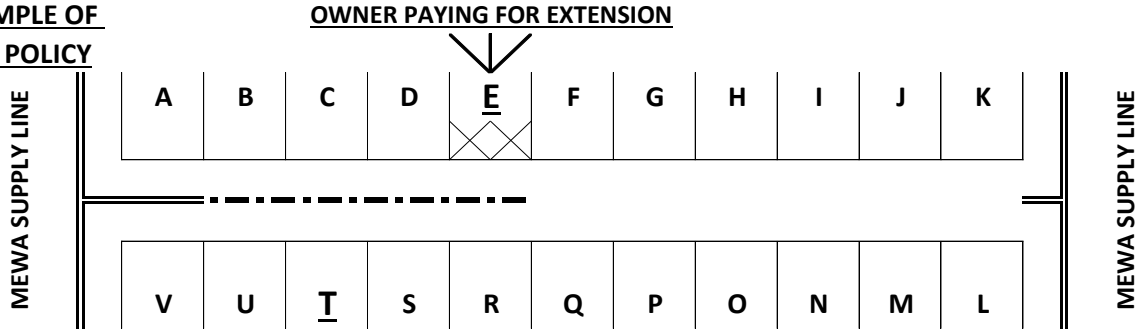


# MEWA LINE EXTENSION POLICY

All East/West water lines are considered Delivery Lines and Extension of Delivery Lines in the past per By-Laws were paid 100% by property owners. Property owners who paid for the Delivery Line Extensions were REINBURSED by property owners wishing to tap the Delivery Line.

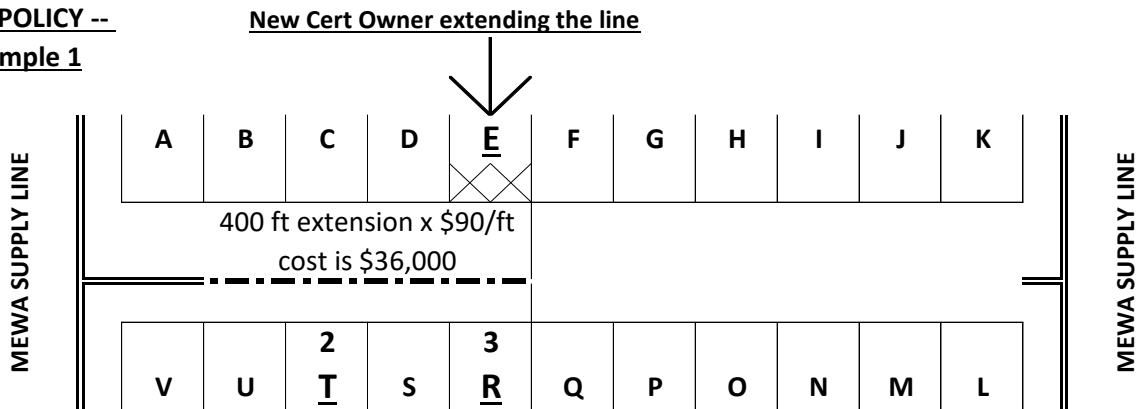
**EXAMPLE OF OLD POLICY**



- 1) Owner **E** paid \$100 for the line extension to his property.
- 2) Owner of property **T** want to tap onto the new water line paid for by Owner **E**.  
 Owner of property **T** must reimburse Owner **E** **1/8 or \$16.25** of the cost of the water Delivery Line Extension.
- 3) MEWA only informed Owner **T** the associated cost but was not involved in the transfer of funds to Owner **E**. In addition the payback policy was only for 10 years.

The **NEW POLICY** applies New Membership Costs owners pay toward a Delivery Line Extension. Currently the cost of a Water Certificate is \$17,500, \$20,000 beginning 1/1/2023. A Curbstop Fee is \$3,000 and a Line extension fee is \$4,500 (Check the Current Fee Schedule for changes in ALL costs discussed in these examples).

**NEW POLICY -- Example 1**

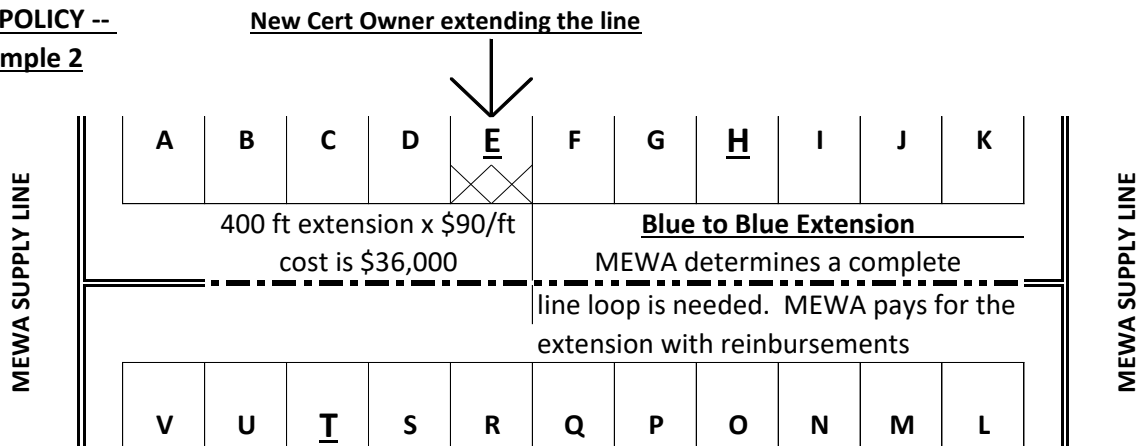


1) Owner **E** pays \$25,000 for a Water Certificate, Curbstop and a Line Extension Fee to his property. To achieve the **80% threshold**, Owner E must pay 1 additional Line Extension Fee of \$4,500 making the TOTAL \$29,500 or 82% of the Line Extension Fee. MEWA will pay the remaining 18% and when any of the other lots (B, C, D, R, S, T, and U) wanting to tap the Line Extension, they will pay the Line Extension Fee.

2) Owner **T** wishes to tap the water line. Owner **T** will pay the \$4,500 Fee and MEWA will reimburse the amount to Owner **E**.

3) Now, Owner **R** wishes to tap the water line. Owner **R** will pay the \$4,500 Fee and MEWA will retain those funds as MEWA simply acts as the "bank" and added Line Extension Fees are due to the "bank". This model does not present a hardship on Owner E in paying for the Line Extension and per the Old Policy, none of the Water Certificate Fees or the Curbstop Fee would be applied to the \$36,000 cost to extend the line in this example.

**NEW POLICY --**  
**Example 2**



Same as Example 1

1) Owner **E** pays \$25,000 for a Water Certificate, Curbstop and a Line Extension Fee to his property. To achieve the **80% threshold**, Owner **E** must pay 1 additional Line Extension Fee of \$4,500 per 100 ft making the TOTAL \$29,500 or 82% of the Line Extension Fee. **MEWA** will pay the remaining 18% and when any of the other lots (B, C, D, R, S, T, and U) wanting to tap the Line Extension, pay the Line Extension Fee.

Same as Example 1

2) Owner **T** wishes to tap the water line. Owner **T** will pay the \$4,500 Fee and MEWA will reimburse the amount to Owner **E**.

3) Now with **Example 2, ALL Remaining Lot Owners** on the **NEW** Water Line Extension who wish to Tap the Water Line will pay the \$4,500 Fee and **MEWA** will retain those funds as **MEWA** paid for the Line Extension and reimburses the Membership Funds. Lot Owner **H** who owned a Water Certificate **prior to the Line Extension is required to pay the Line Extension Fee** prior to Taping the Line and installing a Curb Stop.