

ORDINANCE NO. 7

ORDINANCE OF THE BOARD OF DIRECTORS OF THE
LAKE ARROWHEAD COMMUNITY SERVICES DISTRICT,
SAN BERNARDINO COUNTY, CALIFORNIA, ESTABLISH-
ING PROCEDURE FOR MAIN LINE EXTENSION BY
DEVELOPERS AND PROVIDING FOR MAIN LINE EXTEN-
SION REFUND AGREEMENTS

BE IT ORDAINED by the Board of Directors of the Lake Arrowhead
Community Services District as follows:

Section 1. Purpose. The purpose of this Ordinance is to
establish and provide for a main line extension procedure for
developers and to provide for main line extension refund agreements.

Section 2. Main Line Extension Procedure.

- (A) Developers of projects shall be required to pay for all
main line extensions within the development or project
boundaries and to dedicate said main line extensions
and appurtenances to the District prior to receiving
approval or water service from the District.
- (B) Developers of projects shall be required to pay the
cost of all main line extensions located outside of
the development or project and to dedicate said main
line extensions and appurtenances to the District
prior to receiving approval or water service from the
District. However, developer shall be entitled to enter
into a refund agreement with the District regarding the
cost of said main line extension and appurtenances
located outside of the development or project boundaries.
- (C) All main line extensions located outside the development
or project boundaries shall be constructed by the Dis-
trict and the developer of said project shall pay the

cost thereof. Prior to the District's beginning said construction, the project developer will deposit with the District the project's estimated cost. If the developer's deposit is insufficient to pay the total cost, the developer shall be required to pay the difference between the actual cost and the deposit; if the actual cost of the work is less than the deposit, then the District shall refund to the developer the difference between the deposit and the actual cost.

Section 3. Refund Agreements. All main line extensions which are eligible for refund agreements pursuant to Section 2(B) of this Ordinance shall be subject to the following conditions:

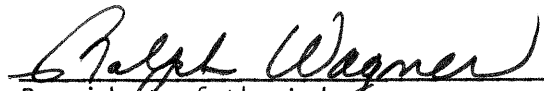
- (A) Cost. A refund agreement shall be initiated to reimburse applicant for the eligible costs of improvements actually paid for by developer, including (but not limited to) engineering, surveying, construction staking, and construction costs.
- (B) The refund agreement shall expire five (5) years from the date of said agreement or when developer has been repaid the eligible costs of said improvements, whichever shall first occur.
- (C) The District shall collect a "main line connection fee" to be paid by new connections to the water system where the property owner requesting service has not participated in the cost of the main line extended and water service is either received from

said extended main line or is benefitted by said extended main line, as determined by the District's General Manager. Said main line connection fee shall be based upon the percentage of capacity estimated to be used by the new connection or the estimated degree of benefit to said property owner requesting service.

Section 4. Effective date. This Ordinance shall become effective immediately.

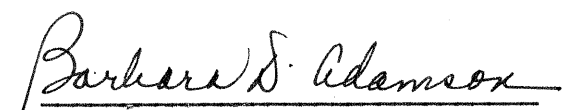
Section 5. Publication. The Secretary is hereby directed to cause this Ordinance to be published once in full in the Mountain News and in the Timberline Journal and to have it posted in at least three (3) public places within the District within thirty (30) days after its adoption.

ADOPTED this 9th day of February, 1979.



President of the Lake Arrowhead Community Services District and of the Board of Directors thereof.

ATTEST:



Secretary of the Lake Arrowhead Community Services District and of the Board of Directors thereof.

(SEAL)

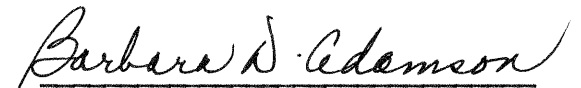
STATE OF CALIFORNIA)
)
COUNTY OF SAN BERNARDINO) ss.

I, BARBARA D. ADAMSON, Secretary of the Board of Directors of the Lake Arrowhead Community Services District, DO HEREBY CERTIFY that the foregoing Ordinance was duly adopted by the Board of Directors of said District at a regular meeting of the Board held on the 9th day of February, 1979, and that it was so adopted by the following vote:

AYES: Furness, Kirk, Leo, Wagner

NOES: none

ABSENT: none

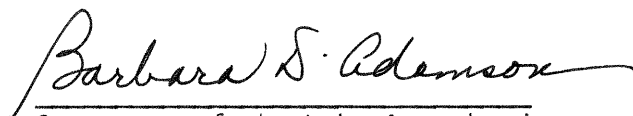

Secretary of the Lake Arrowhead
Community Services District and
of the Board of Directors thereof.

(SEAL)

STATE OF CALIFORNIA)
)
COUNTY OF SAN BERNARDINO) ss.

I, BARBARA D. ADAMSON, Secretary of the Board of Directors of the Lake Arrowhead Community Services District, DO HEREBY CERTIFY that the above and foregoing is a full, true and correct copy of Ordinance No. 7 of said Board and that the same has not been amended or repealed.

DATED: February 9, 1979


Secretary of the Lake Arrowhead
Community Services District and
of the Board of Directors thereof.

(SEAL)