

The governing documents of Crescent Water Association, Inc. (the Association) provide that water will be supplied from the Association to its primary members for use on their farmstead or rural residence. There is no authority for members to share or sell that water to others or distribute it to more than one residence. Therefore, the Trustees have adopted the following policy with regard to supplying of water to a parcel with more than one residence. This policy is necessary to comply with the governing documents of the Association and to help insure that adequate water is available to its members according to the priorities set forth in the Articles of Incorporation and By-Laws.

The Association may provide water to more than one residence on a parcel of real estate under the following conditions:

1. A primary user membership is purchased for each residence and a meter installed for each; or
2. A current member requests permission *in advance* to connect an additional residence to water supplied through their meter. In the event permission is granted by the Trustees, it shall be on conditions to be determined by the Trustees, including the following:
 - a. Payment of the standard monthly fee for the membership, plus \$70.00 per month for each additional residence; and
 - b. Payment of an administrative fee for each additional residence of \$50.00 per month; and
 - c. Payment of overage charges for use of more than 500 cubic feet of water per month per additional residence.

In the event additional residences have been or are connected to the Association system without complying with provisions 1 or 2 above, the Association may disconnect service to the member after ten (10) days notice, in which case the member must comply with provisions 1 or 2 above or disconnect the additional residences, as well as pay a standard shut-off fee in order to reinstate service. To avoid disconnect, a member may pay the amounts specified in Paragraphs 2 above, pending a decision by the Trustees on the member's request to add additional residence(s).

There shall be no "grandfathering" of multi-users which are not in compliance with the above provisions and the Association will not approve transfer of a membership where additional residence(s) are connected through one member's meter until such time as the additional residence(s) are disconnected from the Association supply line or a membership(s) has been purchased for the additional residence(s).

At no time will the Association allow water supplied to a member to be used for an additional residence(s) on a separate tax parcel.