

**NORTH MARIN WATER DISTRICT
REGULATION 22**

PAYMENT FOR EXTENSIONS OF WATER DISTRIBUTION SYSTEM

a. Payments by Applicant

When an extension of the District's water distribution system is required by Regulation 21, the Applicant for service shall pay the District's costs for designing and constructing the extension. Prior to construction of the extension, the District will estimate said cost and the Applicant will pay said amount to the District. If at any time prior to completion of the extension the District increases its estimate of said cost, the Applicant will pay the amount of the increase within 30 days after billing. If the District's actual costs of the extension exceed the estimated amounts paid, the Applicant will pay the difference within 30 days after billing and prior to commencement of service. If the estimated amounts paid exceed the actual costs, the District will refund the excess promptly, without interest.

b. District's Payment of Oversizing

The District may in its discretion pay that portion of the costs of extending its distribution system referred to in Regulation 22 a. equal to the difference in cost between the size required by the Applicant's development and the size that the District requires.

c. Extensions Solely for Service Reliability

If a water main ("the main") is installed within a parcel of land ("the subject property") and the District determines that the sole purpose of the main is to provide reliability of water service to lands which include the subject property, then the District may as a condition to providing water service to the subject property require the Applicant for such service to pay to the District the portion of the cost of the main which the District in its sole discretion finds is fairly proportionate to the benefit that the main confers on the subject property. The District will transmit said payment to the entities which paid for the installation of the main.