

- B. The Company reserves the right to disconnect a members water line from the Company's main for non-payment of bill. A written notice will be sent by certified mail giving the date of disconnect. All expenses incurred due to disconnect will be at the owner's expense. Reconnect will be made at current connect charge.
- C. A charge of \$15.00 annually, per hook-up, will be added to the account balance on delinquent bills.

Section XI LEAKAGE WITHIN PREMISES

- A. Member shall be responsible for the proper maintenance and repair of such line. Further, the Welches Water Company and members of the Board of Director's shall not be liable for any loss, damage, or injury caused by any defect in the member's service line, plumbing, or equipment.
- B. Leaks in member lines shall be repaired as soon as detected.
- C. A contact person will shut off water if owner does not have necessary tool. Contact person is not required or obligated to search for house shut-off valve. Owner should locate and mark location of shut-off valve. If leakage occurs in unoccupied house and owner can not be contacted, the Company has the right to turn off water and any resulting expenses will be at owner's responsibility.

Section XII CHANGE OF OCCUPANCY OR DISCONTINUANCE OF SERVICE

- A. Unless authorized by the Board, no person shall turn on, or off, any of the service lines.
- B. Members desiring either discontinuance of service, a new service, or restoration of service, shall make arrangements for such services in writing to the Board.
- C. It is the responsibility of the member to notify the Secretary in writing, of change of ownership, give new owners name, address and telephone number.
- D. If a previously connected house is no longer on the lot (destroyed by fire or flood), the yearly assessment is waived. When the dwelling is replaced, water will be connected and assessments resumed.

Section XIII CROSS CONNECTION CONTROL

- A. Neither cross connections, nor physical connections, of any kind shall be made to any other water supply, whether public or private, without the written consent and approval of the Board and the written consent and approval of the State of Oregon's Department of Human Resources, Health Division.

- B. The Board shall require back-flow prevention devices to be installed to protect the community water system whenever a cross connection, or potential cross connection exists (hot tubs, dark rooms, tank used as reservoir or wells). The Board shall deny or discontinue service to those premises until an appropriate backflow prevention assembly is installed or until the cause of the hazard is eliminated. These requirements must be strictly observed as a matter of public health and to prevent contamination of water system. Installation to be at the member/owner/occupant expense.
- C. The cross connection control requirements have been issued to all members and have been made a part of these rules, regulations and By-Laws.

Section XIV SERVICE INTERRUPTION

- A. As the necessity may arrive (i.e.: in the case of break, emergency, or for any other unavoidable cause) the Board, may temporarily cut off the water supply in order to make necessary repairs, connections or the like.
- B. The Board will use all reasonable and practical means to notify the customer of any discontinuance of service.
- C. The Welches Water Company shall not be liable for any damage or inconvenience suffered by the member, or from any claim against it at any time, from interruption in service, lessening of supply, inadequate pressure, poor quality of water, or for causes reasonably beyond the control of the Board.

Section XV EXTENSION OF EXISTING FACILITIES

- A. A moratorium on all main extentions is in effect.
- B. The Company will provide facilities for general distribution of water within the service area of the Welches Water Company, but it shall not extend, at the expense of the members of the corporation, facilities to service additional customers, properties, tracts or subdivisions.

Section XVI BED AND BREAKFAST ESTABLISHMENTS

- A. Bed and breakfast establishments within the Welches Water Company shall be limited to Bed and Breakfast Homestay.
- B. Bed and Breakfast Homestay provides overnight accommodations plus breakfast in an owner-occupied home that provides 1-2 guest rooms for occasional bed and breakfast guests, not exceeding 5 guests at one time. Primary use of the home remains as a residence, not as a lodging establishment

- C. The annual assessment for a bed and breakfast establishment shall be double the current annual rate.

Section XVII AMENDMENTS -SPECIAL RULES-CONTRACTS

- A. The Board shall have the power, at any time, to amend, change or modify any rule. All rates and charges for installation, service piping and any other type of service shall be established and approved by the Board.

Section XVIII CONSTITUTIONALITY, SAVING CLAUSE

- A. If any clause, sentence, paragraph, section, or portion of these Rules and Regulations for any reason shall be adjudged invalid by a court of competent jurisdiction, such judgement shall not affect, impair or invalidate the remainder of these Rules and Regulations.

PASSED by the Board of Welches Water Company,  
Clackamas County, State of Oregon, on this 10<sup>th</sup> day of  
December, 1988.

APPROVED this 30<sup>th</sup> day of December, 1988.

Harold A. Krul  
President

Attest:

Steve Boye  
Secretary