CHAPTER IV WATER SERVICE POLICIES

' 4100 GENERAL

'4101 Service Area

The Act authorizes the District to supply waters inside and outside of the District's boundaries. While the principal objective of the District is to provide the water needs within its boundaries, the Board may on a case by case basis consider and authorize the use of Project or other District waters outside its boundaries on terms and conditions determined by the Board to be just and equitable.

'4102 Types of Water Available

The Board contemplates the following classes of water will be available for sale or allotment:

- (a) Municipal and Industrial ("M&I").
- (b) Irrigation.
- (c) Exchange supplies for the above.

' 4500 WATER SERVICE REGULATIONS

' 4502 Water Costs and Charges

In setting water costs and charges, the District, as a political subdivision of the State and a non-profit organization, will levy such water charges and/or tax levies as are necessary to meet the following costs:

- (a) Construction, operation, maintenance, replacement costs, and accumulation of reserve funds and other charges which are determined as essential by the Board.
- (b) Construction, operation, maintenance, and replacement costs incurred by the District in water treatment facilities, aqueducts, pipelines, reservoirs, pumping plants, wells or other facilities to deliver water to its subscribers.

The Board may authorize District non-project water to be processed through District treatment plants, delivered to treated water storage facilities and conveyed through District or Project aqueducts on a space available basis. The Board may establish a per unit capital cost for the use of such facilities as repayment for use of Project facilities.

All water shall pay its proportionate share of operation, maintenance, replacement, administrative and reserve costs.