

# Vista Redonda Mutual Domestic Water Consumers Association

## Cessation / Resumption of Service Policy

### What the Bylaws Say:

- Each lot in the subdivision (as defined) is a member of the Association.
- Unless relinquished, membership transfers with ownership of the lot.
- The owner of any lot in the subdivision may withdraw from the Association – given written notice.
- Association is under no obligation to accept relinquished lots for resumption.
- For resumption of service, applicants must be in good financial standing / creditworthy.
- Association shall have sufficient waters rights and adequate capacity.
- Applicant for re-entry shall own sufficient water rights.

### Cessation of Service Policy

- Property Owner choosing to cease water service must notify the Association in writing prior to start of the new billing year – 1 July. No proration of fees for current year.
- Property Owner will sign (and notarize) “Cessation of Service Agreement”, outlining terms for future re-entry. Document will be filed with title to clarify rights with regard to water supply from the Association for future potential buyers.
- Existing water meter (if installed) will be left in place. Main water shut-off valve will be closed and locked by the Association.

### Resumption of Service Policy:

- Existing Association water rights are retained by the property – no need to bring new water rights as condition of resumption (so long as these rights have been successfully retained by the Association).
- Property Owner wishing to resume service must notify the Association in writing. No proration of fees, e.g. applicant will pay for full year of current operating and capital assessments
- Applicant for resumption must bring all past capital reserve and operating assessments current – plus escalation at 5% per annum. Payment will be based upon missed annual assessments from date of cessation. Current capital reserve assessment is \$1000 per year per lot. Current operating assessment is \$1000 per year for developed lots and \$500 per year for undeveloped lots.
- Applicant for resumption must make payment of \$2500 transfer / reconnect fee.

Board retains right to interpret / modify policy based upon individual circumstances