REGULATION NO. 14, AMENDMENT NO. 9

WHEREAS, the Board of Commissioners (the "Board") of the Holiday Island Suburban Improvement District ("HISID") wish to amend Regulation 14 enacted on June 10, 1996; and

WHEREAS, the Board adopted by resolution a new code of regulations at a Regular Meeting of the Board on September 29, 2003, within which Regulation No. 14 was incorporated into Chapter 32, Utilities; and

WHEREAS, Chapter 32, Section 32-48, provides that changes in water and/or sewer rates will be accomplished by a majority vote of the board of commissioners of the Holiday Island Suburban Improvement District in a regular or special session. A copy of the rate change and authorization from the minutes of that session shall be attached to Regulation 14.

WHEREAS, the following amendment will modify various portions of Chapter 32 Utilities, Article II Water and Sewer Service as outlined below;

NOW THEREFORE, BE IT RESOLVED, by the Board of Commissioners of the Holiday Island Suburban Improvement District, that the Holiday Island Suburban Improvement District Code of Regulations is hereby amended as indicated below and made effective on November 25, 2024.

WE FURTHER CERTIFY THAT, at a Regular Meeting of the Board of Commissioners of the Holiday Island Suburban Improvement District, duly called and held on January 27, 2025, at which a quorum was present and voting, the Holiday Island Suburban Improvement District Code of Regulations is hereby amended as indicated below and made effective February 1, 2025.

Sec. 32-47. Rates and charges.

(f) *Charges and rates.*

(1) *Connection charges.* Connection (tap) to district water or sewer systems will be accomplished only by district personnel. Service lines and water meters will be installed in the order received, as the water/wastewater department schedule allows.

a. *Water and sewer connections:*

WATER		SEWER	
Meter Size	Rate	Line Size	Rate
¾"	$700.00	4"	$600.00
1"	$750.00	6"	$750.00

Any connections that require additional parts, labor, or subcontractor assistance (rock blasting, etc.) beyond the minimum connection charge will be billed at cost plus ten percent.

b. *Connecting lawn irrigation meters.* Connection charges for a lawn irrigation meter will be charged as follows:

For those requiring ten feet or less of linear ditch—$300.00 at time of initial construction; anytime thereafter $700.00

For those requiring ten feet or more of linear ditch—$400.00 at time of initial construction; anytime thereafter $800.00

If blasting is required, there will be a minimum fee of $300.00 plus the actual cost of blasting. Regular water meters exceeding one inch and sewer lines exceeding six feet will be charged at installation costs plus ten percent.

(2) *Monthly charges.* The billing period shall be monthly.

a. Monthly rate for water services:

Minimum charge for first 1,500 gallons	~~$19.10~~ **$19.67**	
Rate for next 28,500 gallons is equal to $7.70 per 1,000 gallons ($0.0077/gallon)	$7.70	
Rate for 30,000 gallons and above is equal to $3.85 per 1,000 gallons ($0.00385/gallon)	$3.85	

b. Monthly rate for sewer services:

Minimum charge for first 1,500 gallons	~~$12.00~~ **$12.36**	
Rate thereafter is equal to $4.85 per 1,000 gallons (i.e., $0.00485/gallon)	$4.85	

c. Sewer charges will be waived on lawn irrigation meters.

d. A fee of $20.00 will be assessed and added to the next quarterly bill when a request to re-read a water meter is received. This fee will be refunded if the first reading was incorrect or if it is determined by the Holiday Island Suburban Improvement District water department that the meter was malfunctioning.

(3) *Maximum charges.*

a. If a water leak on customer premises which could not have been readily detected, the customer may make a written request for adjustment to the district manager. Written proof of repairs (i.e.: plumbers or materials receipts) must be included with the request for adjustment.

b. If such request is approved, the water and sewer charges will be adjusted by the district manager. In no case will the water charge be adjusted below district costs to produce the water.

(4) *Minimum water and sewer service charge during a suspension of service.*

a. The minimum monthly water and sewer utility charges shall be suspended during vacation periods or other periods of time that service is suspended. The minimum monthly charge shall be any surcharges that are normally applied to the utility bill for bond indebtedness or other special purposes. Surcharges are billed as provided and established by regulation.

b. In order to prevent unauthorized water usage while a customer is on vacation, the utility will lock off the meter at no cost to the customer. To restore service, the customer will be required to pay a reconnect fee in accordance with subsection 32-47(e)(1).

(g) *Charges for operation, maintenance and replacement.*

(1) *[Rates established.]* The Holiday Island Suburban Improvement District (hereinafter known as HISID) hereby establishes rates to be charged for sewer services furnished by the HISID system, which the Board of Commissioners finds and declares to be reasonable and necessary, to be charged to all users who contribute wastewater to the HISID treatment works. The proceeds of such charges so derived will be used for the purpose of operating and maintaining, including replacement (OM&R), the public wastewater treatment works. (Replacement is defined as expenditures for obtaining and installing equipment, accessories or appurtenances during the useful life of the treatment works necessary to maintain the capacity and performance for which they were designed and constructed.)

To generate revenues for the operation and maintenance, including replacement of the system, all users of the publicly owned wastewater treatment system shall be charged the following schedule of rates:

Beginning April 1, 2007, a minimum charge of $5.25 per month for the first 1,500 gallons of metered water consumption and $3.35 per month per 1,000 gallons of metered water consumption thereafter (in excess of the initial minimum monthly charge).

Beginning January 1, 2009, a minimum charge of $7.50 per month for the first 1,500 gallons of metered water consumption and $4.85 per month per 1,000 gallons of metered water consumption thereafter (in excess of the initial minimum monthly charge).

In the case of users not on a metered basis, the utility superintendent shall establish water consumption based on a comparison of the nonmetered user with a metered user of similar class. Example: a nonmetered family of four will be compared to a typical family of four with a water meter to establish water consumption.

User Charge Methodology:

Total annual OM&R cost in $/1,000 gal. =

Total annual OM&R $
(No. of 1,000 gal. above the monthly minimum sold annually)

(2) *Excessive strength charges.* For any user contributing excessive-strength wastes, the charges therefore shall be determined in accordance with section 32-125 of the Code of Regulations of the HISID.

(3) *Charges for extraneous flows.* The costs of operation and maintenance for all flows not directly attributable to users (such as infiltration/inflow) shall be distributed among users on the same basis as operation and maintenance charges.

(4) *Toxic pollutants charges.* Each user that discharges any toxic pollutants which cause an increase in the cost of managing the effluent or the sludge of the treatment works shall pay for such increased costs.

(5) *Debt service.* To generate revenues to retire the debt service of the system, all users of the publicly owned wastewater treatment system shall be charged a fixed rate minimum charge of $5.00 per month for the first 1,500 gallons of metered water consumption and $2.40 per

month per 1,000 gallons of metered water consumption thereafter (in excess of the initial minimum monthly charge). Beginning January 1, 2011, all users of the publicly owned wastewater treatment system shall be charged a fixed rate minimum charge of $9.25 per month for the first 1,500 gallons of metered water consumption and $2.47 per month per 1,000 gallons of metered water consumption thereafter (in excess of the initial minimum monthly charge).

(6) Total user charge.

Beginning April 1, 2007:

Minimum Bill (1,500 gallons):

Debt Service Flat Fee + D/S Volume + OM&R (1,500 gal) = Total

Minimum Bill:

$5.00 + $0.00 + $5.25 = $10.25

Beginning January 1, 2009:

Minimum Bill (1,500 gallons):

Debt Service Flat Fee + D/S Volume + OM&R (1,500 gal) = Total

Minimum Bill:

$5.00 + $0.00 + $7.50 = $12.50

Beginning January 1, 2011:

Minimum Bill (1,500 gallons):

Debt Service Flat Fee + D/S Volume + OM&R (1,500 gal) = Total

Minimum Bill:

$9.25 + $0.00 + $7.50 = $16.75

(7) *Records.* A financial-management system shall be established and maintained by the HISID to document compliance with federal regulations pertaining to the revolving loan. The system will account for all revenues generated and expenditures for operation and maintenance and replacement.

(h) *Review and revision.*

(1) *[Review.]* The HISID will review the user charges at least annually and revise the rates as necessary to ensure that adequate revenues are generated to pay the costs of operation and maintenance including replacement and that the system continues to provide for the proportional distribution of operation and maintenance including replacement costs among users and user classes.

(2) *Notification.* Each user shall be notified at least annually, in conjunction with the regular bill, of the sewer use rate and the portion of the user charges which are attributable to wastewater treatment. Costs shall be broken down to show the operation and maintenance costs attributable to that user.

~~(i) *Plumbing inspection fees.* A plumbing permit application shall be accompanied by fees in accordance with the following schedule:~~

~~(1) For all required inspections: $30.00 (includes rough-in and final inspection)~~

Passed and adopted by the Board of Commissioners, Holiday Island Suburban Improvement District of Carroll County, State of Arkansas, on the 30th day of January 2025.

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Chairman, Board of Commissioners

Attest:

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Secretary, Board of Commissioners

First Reading: December 16, 2024

Second Reading: January 30, 2025