NEW DEFINITIONS:

"GRP Applicant" means a Person that requests to become a GRP Participant after April 1, 2025.

"GRP Participant" means a Person whose Water use is included in the GRP.

"Service Area" means property inside or outside the Authority proposed to be included within a GRP Applicant's boundaries.

REVISED DEFINITION:

"Water" means, collectively, groundwater pumped by a Non-Exempt Well, Imported Water and Authority Water, as well as water consumed by a GRP Participant located outside the Authority's boundaries.

NEW SECTION 3.06 TO REPLACE EXISTING SECTION 3.06:

Section 3.06. <u>GRP Participation Fee.</u>

- (a) *Purpose*. The current GRP Participants and the Water users they serve have invested significant sums of money to develop the Authority System to comply with the GRP. The Water users to be located within a Service Area have not contributed to such costs. Therefore, the Authority has adopted a GRP Participation Fee as provided by this Section which shall be paid by a GRP Applicant prior to the Authority providing GRP coverage for a Service Area.
- (b) *GRP Participation Fee Amount*. The General Manager shall calculate the GRP Participation Fee as a fee per 1,000 gallons of expected annual Water use within a Service Area and shall base such calculations on the present value of the costs the Authority has previously incurred to develop and comply with the GRP. As used in the preceding sentence, the "expected annual Water use within a Service Area" shall be a volume determined by the GRP Applicant. The General Manager shall update the GRP Participation Fee annually to account for additional GRP costs incurred by the Authority and shall implement same by April 1st of each year.
- (c) *GRP Participation Fee Payments*. The GRP Applicant shall pay the GRP Participation Fee in full prior to the Authority providing GRP coverage for a Service Area. However, the General Manager may, but is not required to, enter into a financing agreement with a GRP

Applicant. Any such financing agreement may allow the GRP Applicant to pay a GRP Participation Fee over a period of years to be stated in the agreement and shall contain other terms and conditions the General Manager determines are advantageous to the Authority.

- (d) Additional GRP Participation Fee for Excessive Water Usage. If the expected annual Water use within a Service Area is less than the actual annual Water use in that Service Area during any calendar year that begins on December 1st and ends on November 30th of the following year (or such other period if the Authority's HGSD permit year changes), for the volume of such excess the GRP Participant serving that Service Area shall pay to the Authority a lump sum equal to 115% of the GRP Participation Fee applicable to the Service Area.
- (e) *Provision of Appropriate Documents*. Any GRP Applicant shall provide the Authority with all the information the General Manager deems necessary or convenient to implement the requirements of this section, including any information related to whether a GRP Participation Fee is applicable, the amount of any GRP Participation Fee, and the volume of Water consumed during a specified period within a Service Area.