Meadowlands Residential and Golf Community Davidson County, N.C. Sanitary Sewer System March, 2005 (Revised 6/1/16)

The sewage disposal system for the Meadowlands Residential and Golf Community was designed and installed per the requirements and specifications of the State of North Carolina and Davidson County. It is comprised of collector piping, pump stations, and force main which together make up the system of collecting the sewage and transporting it for appropriate treatment.

The treatment of the sewage is being provided by the City/County Utility Commission of Forsyth County under a contract between Meadowlands Development, LLC (developers) and Forsyth County. The Davidson County Commissioners have approved this arrangement and participated to the extent they have designated sewage treatment volume that they have with Forsyth County to this project.

Meadowlands Development, LLC is responsible for the cost of installation of the system of sewage disposal. Until such time as a new owner/operator becomes responsible for the system, the developers are responsible for the maintenance and upkeep of the sewage disposal system.

The monthly fees for the homeowners in the Meadowlands community connected to the sewage disposal system shall consist of three aspects: monthly usage for the treatment of the sewage, maintenance, repairs, and administration of the system as it operates, and a reserve for the future replacement of any failed parts of the system, including underground piping, pump station accessories and equipment, as well as purchase of necessary equipment and materials to handle the required operating needs of the system.

As approved by the North Carolina Utilities Commission, the monthly fee for sewer service for a residential unit will be \$45.31 per month. This utility fee will be collected by the responsible entities once a home is hooked up to the system. Increases are anticipated as costs for services also increase.

The developers will provide the new owner/operator, when it takes over responsibility, with any accumulated reserve account to cover the expected needs for succeeding years. After turnover, the new owner/operating company will help set its fees to cover the same three elements making up the monthly charges, including additions to the required reserves. They will operate the system as directed by the terms of operating permit.

The ongoing operation, including rate setting, shall at all times be monitored and directed by the North Carolina Utilities Commission.