

## **RULE NO. 12**

### **DEPOSITS**

#### **I. AMOUNT TO ESTABLISH OR RE-ESTABLISH CREDIT**

- A. The amount of a deposit required before furnishing residential sewer and/or water service shall be set at the discretion of the District and is subject to change if found to be insufficient, but will not be less than \$ \$200.00.
- B. In the case of sewer services only, the deposit shall not be less than \$100.00.
- C. The deposit for a Commercial business shall be 3 times the business' previous average monthly bill or other like business.
- D. By posting a deposit, the Customer agrees that the deposit is a pledge to make future payments to the District and is not considered payment for future services that are furnished by the District.
- E. No deposit is required for water and/or sewer services from any Customer who is the owner of real property within the District boundaries. The District will collect any unpaid balances for water and/or sewer service to any real property owned by such owners, or unpaid balances otherwise owed by such owners, by way of any means authorized by law prior to resumption of water and/or sewer service after disconnection under Rule 6.

#### **II. APPLICATION TO UNPAID ACCOUNTS**

Deposits made hereunder will be applied first to unpaid bills for sewer service and second to unpaid bills for water service when either such service to a Customer's property is discontinued for any reason.

### III. RETURN OF DEPOSITS

Upon discontinuance of service for any reasons, the District will refund the balance of the Customer's deposit in excess of unpaid bills for those services for which the deposit was made, but shall not be required to refund if the amount of the refund is less than \$5.00, unless a request for such refund of less than \$5.00 be made within 90 days of the date of final billing to the District by such Customer. Any refund not requested within the 90-day period provided shall default to the service fund to which the deposit was made.

### IV. INTEREST ON DEPOSITS

The District will pay interest on deposits at the rate computed as set forth in Nevada Revised Statutes, Section 704.655, from the date of deposit until the date of settlement or withdrawal of deposit. When such deposit remains with the District for a period in excess of three years and the person making the deposit continues to be a Customer, and has paid all bills for services furnished by the district in a timely manner during that period, the accrued interest on the deposit at the end of the period and the deposit shall be applied to the depositor's account, at which time the District will notify the landowner, in writing, that the customer deposit has been refunded.