

WATER AND SEWER REVENUE BONDS, SERIES 2016

SECTION 19. Special Obligations of Issuer.

- (I) **NO FREE SERVICE.** So long as any Bonds are outstanding, the Issuer shall not furnish or supply the facilities, services and commodities of the System either free of charge or for a nominal charge to any person, firm or corporation, public or private, including the Issuer's departments, agencies and instrumentalities which avail themselves of the services of the System. The Issuer shall promptly enforce the payment of any and all accounts owing to the Issuer and delinquent, by discontinuing service or by filing suits, actions or proceedings, or by both discontinuance of service and filing suit.

- (J) **MANDATORY CUT OFF.** The Issuer shall establish a written policy consistent with sound business judgment for the disconnection from the System of any customers who fails to pay for services rendered by the System and shall enforce such policy diligently and fairly.

- (K) **ENFORCEMENT OF COLLECTIONS.** The Issuer will diligently enforce and collect the rates, fees and other charges for the services and facilities of the System and will take all steps, actions and proceedings for the enforcement and collection of such rates, charges and fees as shall become delinquent to the full extent permitted or authorized by law; and will maintain accurate records with respect thereof. All such fees, rates, charges and revenues shall, as collected, be held in trust to be applied as herein provided.