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1. Purpose

1.1 The pressure irrigation systems require continued monitoring and maintenance. This policy establishes guidelines and procedures for this. Most systems are at or over their maximum capacity; therefore, this policy also establishes restrictions to additions/alterations to sprinkler systems.

2. Water Master

2.1 Horseshoe Irrigation Company will hire a Water Master each water year. The Water Master will be responsible for the distribution, monitoring, maintenance and/or overseeing of maintenance on the irrigation systems under the direction of the Company President.

2.2 The Water Master’s annual salary will be determined each year by the Board of Directors.

2.3 The Water Master will be required to attend all regular board meetings during the water year.

3. System Repairs

3.1 All system maintenance and repairs will be done by or under the direction of the irrigation company.

3.1.1 If system repairs are due to normal wear and tear the cost will be covered from the company’s expense accounts.

3.1.2 If repairs are needed due to water users’ operations or animals, i.e. broken risers, repair costs will be billed to the water user in their annual assessment bill. The bill will be for the costs of the repair(s) or \$100.00, whichever is greater. If not paid, individuals’ water share(s) may be sold as outlined in policy 5 to cover these costs.

4. System alterations and/or additions

4.1 All pressurized systems are operating at or over their maximum designed capacity. The City and South Field systems have some acreage that was part of the original design but have not paid acreage assessments nor had access to water. Additions to the City or South Fields will be allowed only after being evaluated, AND:

- 4.1.1 No addition or alteration may put the system over maximum capacity.
- 4.1.2 Requests will be evaluated by and must have Board of Director approval.
- 4.1.3 No addition may cause additional pressure problems on a system.
- 4.1.4 Any acreage addition must have been part of the original design of the system or be done through an acreage (POU) transfer (ref. policy 1).
- 4.1.5 Any system addition or alteration, if approved, must be accomplished under the direction of the Water Master.
- 4.1.6 All costs associated with additions or alterations will be at the requesting shareholder's expense.
- 4.1.7 The Board of Directors may require any significant alterations to have engineering before consideration, which will be at the requesting shareholder's expense.
- 4.1.8 Acreage additions must be part of the company's adjudicated acreage or by change applications made through company approval.
- 4.1.9 Any addition/hook-up that is approved to a pressurized irrigation system must:
 - 4.1.9.1 Pay a back assessment for the system for which the addition is being made at the rate specific to the system and based on the exact number of acres being added, example; if a city lot of 1.06 acres is added the back assessment would be $1.06 \times 608.53 = \$645.04$ back assessment due;

City lots	\$ 608.53 per acre
City acres	\$ 312.00 per acre
South Fields	\$ 167.05 per acre

4.1.9.2 Pay the annual assessment levied against the associated system going forward.

4.2 Alterations to a system may only be made to deliver water more efficiently to system acreage, generally this is needed because of property being subdivided. Requests for alterations must be submitted to the company in written form detailing the request in sufficient detail. Requests will be considered as listed in applicable processes of 4.1 above.

4.3 Hook-ups to any pipeline delivering water to a pressurized irrigation system pond will be allowed for stock watering purposes only and only under the follows conditions:

4.3.1 Requests must be submitted to the Board of Directors detailing how connection would be made.

4.3.2 Requests must have Board of Director approval.

4.3.3 The water must flow into a water trough with a float-controlled valve or the return flow feeding back into the feed line.

4.3.4 Stipulating the approximate number of animals to be watered.

4.3.5 Class A water shares must be assigned to the system appropriate to the amount of water use.

4.3.6 Any stock water hook-up, if approved, must be accomplished under the direction of the Water Master.

4.3.7 All operation and costs associated with an approved connection including installation, operation, upkeep and maintenance will be the shareholder's responsibility.

4.3.8 Pond feed lines are often times not full and/or may not have any water pressure therefore the company does not guarantee that water can be delivered from these feed lines.

4.3.9 The company reserves the right to rescind any approval at any time if it is determined the connection is having a negative impact on the system or company operations. The removal of any connection will be at the company's expense.