

Lilly Borough Sewer Authority Resolution

LILLY, PENNSYLVANIA

*A Resolution of the Lilly Borough Sewer Authority
Requiring Security Deposits for Customers
who have had their Sewer Service Discontinued or
have Failed to Pay Three (3) Consecutive Monthly Bills*

WHEREAS, the Lilly Borough Sewer Authority is desirous of establishing a policy which will require customers who have had their sewer service discontinued or have failed to pay three (3) consecutive monthly bills to pay a security deposit for re-establishing or continuing service.

NOW THEREFORE, **BE IT RESOLVED** by the Lilly Borough Sewer Authority as follows:

Section 1. *Scope.* This policy shall apply to any customer who has had their service discontinued due to failure to pay for services or who fails to pay three (3) consecutive monthly bills.

Section 2. *Security Deposit Required.* Any customer who falls within the scope of Section 1 hereof shall be required to pay a security deposit to the Authority prior to sewer service being re-established or continued. This requirement is in addition to any other requirements necessary for continuance of service.

Section 3. *Amount of Security Deposit.* The amount of security deposit shall be equal to three (3) times the amount of the customer's highest monthly bill during the twelve (12) month period prior to discontinuance of service or most recent payment.

Section 4. *Duration of Security Deposit.*

- (a) The security deposit will be held by the Authority until the customer makes twelve (12) consecutive, timely payments; or

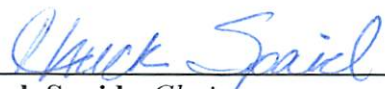
- (b) the property is sold or otherwise transferred and the account is paid up to date; or
- (c) the customer requests discontinuance of service and the account is paid up to date.
- (d) The Authority will refund any excess deposit within thirty (30) days.

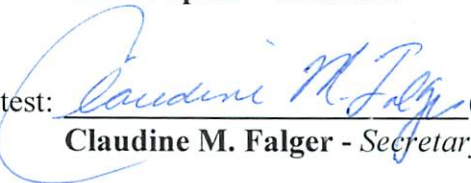
Section 5. *Use of Security Deposit.*

- (a) If a monthly bill is not paid in full within ten (10) days of it's due date, then the Authority shall use the security deposit to satisfy the bill. The Authority shall then proceed with the discontinuance of service process until the customer reimburses the security deposit to it's original amount.
- (b) Upon discontinuance of service for any reason, the Authority may use the security deposit to satisfy any sums due and owing to the Water and/or Sewer Authorities.
- (c) Any amounts in excess of sums due to either Authority shall be returned to the customer within thirty (30) days.

RESOLVED, this third day of July, 2013

**LILLY BOROUGH SEWER
AUTHORITY**

By: 
Chuck Spaid - Chairman

Attest:  (Seal)
Claudine M. Falger - Secretary