

EXHIBIT "G"**DETERMINATION OF SEWAGE TREATMENT SERVICE CHARGES**

It is agreed that a special purpose district ("Spout Springs District") for the project area will be established for setting up service charges for the homeowners and other customers in the Reunion neighborhood, the Sterling on the Lake neighborhood, and any other customers in the Spout Springs District (hereinafter collectively called the "Customers"). The service charge may be composed of only the following components:

(a) **Treatment Component.** Purchaser may charge Customers for the treatment of wastewater delivered to the Facility from the Spout Springs District in an amount equal to the per gallon cost of treatment of the wastewater delivered to the Facility (based on operation at full capacity). The per gallon cost of treatment of the wastewater shall be determined by Purchaser in conjunction with its independent engineers and shall be based upon the cost of operation of the Facility (based on operation at full capacity). The cost of operation of the Facility may include, but not be limited to, the general operating cost, maintenance of the Facility, repair of the Facility, depreciation of assets of the Facility, cost of supplies, cost of labor and management of the Facility, and debt service on debt incurred for the repair, upgrades, maintenance and operation of the Facility, as modified, other than debt amortized by tap fees collected or to be collected by Purchaser. This component shall be subject to adjustment by Purchaser on an annual basis.

(b) **Transportation Component.** Purchaser may also charge Customers a service charge based on Purchaser's reasonable projection of actual cost for the transportation of wastewater in the Spout Springs District, with such charge to be based on projections made from estimated (initially) and then actual costs of operation of the collection system within the Spout Springs District ("Collection System"). The cost of operation of the Collection System may include, but not be limited to, the cost of utilities, ordinary maintenance and repair, and depreciation of the Collection System. Capital cost incurred for major repairs or replacements (not including expansion or tie-on improvements) to the Collection System may be amortized as a cost of operation of the Collection System based on the useful life of the improvements. This component shall be prorated among all users of the Collection System based on projected average (and then actual, as soon as actual is determined) wastewater flows from the users into the Collection System. This component shall be subject to adjustment by Purchaser on an annual basis.

(c) **Administrative Component.** Purchaser may also charge Customers a reasonable service charge for administration of the Spout Springs District and wastewater treatment system comprised of the Facility and the Collection System. This component shall be prorated among all Customers.

Notwithstanding the foregoing, Purchaser shall have the right to establish a reasonable minimum monthly charge to a homeowner for sewage treatment service. However, Purchaser shall use its best efforts to cause the maximum monthly charge to Customers not to exceed \$42.00 per month per home until the end of calendar year 2009.

Customers shall be billed for sewage services and shall be required to pay for such services (including late charges) in the same manner and procedure customarily applicable to users of municipal sewerage systems. A Gainesville water meter may be installed for each Customer and used to determine the amount of wastewater discharged by such Customer. Readings of each such water meter shall be made on a monthly basis by Gainesville and may be used as the basis for sewer charges to each Customer. A Customer shall have the right to verify meter readings at any time. The furnishing of wastewater service will be measured by the water metering equipment required by Gainesville.

The Spout Springs District shall be operated like a public governmental utility and the charges for wastewater treatment services shall be comparable to those of other public non-subsidized governmental utilities in North Georgia, but taking into account Purchaser's capital costs and operating costs.