

APPENDIX XV: WATER PURIFICATION EQUIPMENT RIDER

THIS WATER PURIFICATION EQUIPMENT RIDER is made this _____ day of _____ 20__, and is incorporated into and shall be deemed to amend and supplement the Mortgage Deed of Trust or Security Deed ("Security Instrument") of the same date given by the undersigned ("Borrower") to secure Borrower's Note ("Note") to _____ ("Lender") of the same date and covering the property described in the Security Instrument and located at:

[Property Address]

ADDITIONAL COVENANTS. In addition to the covenants and agreements made in the Security Instrument, Borrower and Lender further covenant and agree as follows:

Borrower shall include in each monthly payment, together with items described in Paragraph 2 of the Security Instrument, an amount to be held by Lender to assure proper servicing, maintenance, repair and replacement of individual residential water purification equipment for the Property. Each monthly amount shall equal \$_____, unless and until the amount is adjusted by Lender as provided herein.

At least annually, Lender shall determine whether any adjustment is necessary to ensure that sufficient funds will be accumulated to make anticipated disbursements in a timely manner, and inform Borrower of any adjustment. This determination shall be performed without regard to other items for which Lender maintains an escrow account such as taxes and hazard insurance premiums.

Lender shall accumulate the amounts received from the Borrower to be held in trust until disbursements are required as follows:

1. Disbursements from the account are limited strictly to costs associated with the normal servicing, maintenance, repair and replacement of the water purification equipment.

Disbursements shall be made solely to [maintenance organization named in service contract] or its successor, [agent approved by local health authority to perform testing or other services on its behalf], [other payees named in Plan.]

Disbursements shall be made at the request of borrower supported by documentation costs. If Borrower tenders to Lender the full payment of all sums secured by this Security Instrument, or if the equipment is no longer needed because of a change in water source, or immediately prior to a foreclosure sale of the Property or its acquisition by Lender, Borrower's account shall be credited with the balance remaining from amounts accumulated by lender under the additional covenants in the Water Purification Equipment Rider, and lender shall promptly refund any excess funds to Borrower.

BY SIGNING BELOW, Borrower accepts and agrees to the terms and provisions in this Water Purification Equipment Rider.

_____ (SEAL)
Borrower

_____ (SEAL)
Borrower

[ADD ANY NECESSARY ACKNOWLEDGEMENT PROVISIONS.]