# **XVII - LINE EXTENSION POLICY**

- 1. General information
  - A. General Provisions
    - 1. Service Coverage
      - 1. Moon Lake Electric Association will provide electric service to all Applicants within the boundaries of its service area under the terms and conditions herein and the Association Regulations.
    - 2. Routes, Easements and Right-of-Way
      - 1. The route of a Line Extension shall be selected by the Association. All costs of rights-of-way, easements, or licenses to use land and for the clearing and preparation thereof incurred by the Association shall be included in determining Line Extension cost. The Association shall have the option to acquire at the Applicant's expense, or have the Applicant assist the Association's Right-of-Way Department to acquire rights-of-way, easements and land-use licenses to clear and prepare the land as required by the Association. The Applicant shall allow the Association unencumbered access to the Applicant's premises for all work deemed necessary by the Association. The Applicant may be required to provide proof of ownership of the property.
    - 3. Ownership of Facilities
      - 1. The Association will own, operate and maintain all Line Extensions made under this Policy.
    - 4. Estimates
      - 1. Verbal estimates are not binding on the Association. Formal written estimates will be provided to Applicants as they are available upon request.
    - 5. Underground Line Extensions
      - 1. The Applicant is responsible for and must furnish the excavation, bedding material as required, and backfill of trenches according to the Association's specifications. This shall include location and proper protection of all existing underground facilities at the time of excavation.

- 2. The Association's installation of primary distribution line will usually be along front lot lines in subdivisions and mobile home parks.
- 6. Relocation of Lines
  - 1. The Association will cooperate with all political subdivisions in the construction, improvement or rehabilitation of public properties by relocating its lines providing:
    - a. A proposed engineering plan is provided
    - b. Reasonable notice is given
    - c. Project costs are agreed upon
  - 2. The Association will relocate any poles, anchors, or other facilities located on public right-of-way in accordance with respective applicable franchise agreement with the public entity requesting relocation.
  - 3. Relocation of lines for individuals shall be at the expense of the person making the request unless the relocation will result in substantial improvement in the Association's facilities or their location.
- 7. Restrictions
  - 1. Notwithstanding the provisions of this Regulation, the extension of the Association's lines and services shall be subject to such restrictions as may be imposed from time to time, during war or other emergencies, by the laws of the United States, the State of Utah, by executive and administrative proclamations, by orders or regulations of the Public Service Commission of Utah or by any lawful order of any regulatory authority or governmental body having jurisdiction.
- B. Definitions
  - 1. Line Extension
    - 1. shall mean power line facilities and equipment (including transformer(s) and meter), either Primary and/or Secondary Voltages, constructed beyond the Association's existing facilities that will supply electrical service to an Applicant's Point of Delivery.
  - 2. Extension Costs

1. are the Association's total costs for constructing an extension using the company's standard construction methods, including services, lines, transformers, meters, and other required facilities plus labor, transportation, materials and overhead charges.

### 3. Applicant

- 1. shall mean, but is not limited to, any individual, partnership, association, firm, public or private corporation, or governmental agency requesting electrical service from the Association at any specified location.
- 4. Permanent Service
  - 1. shall mean electrical service to a specified location where the permanency of the service can be reasonably assured.
- 5. Indeterminate Service
  - 1. shall mean but is not limited to electrical service to certain residences, mines, quarries, oil wells, industrial, manufacturing, and commercial enterprises of a speculative nature, real estate subdivisions, property being developed for sale, enterprises where the Applicant will not be the user of service, locations where there is little or no immediate demand for service, and other service (except that defined hereinafter as "Temporary") where the permanency cannot reasonably be assured.
- 6. Temporary Service
  - 1. shall mean but not be limited to electrical service to circuses, bazaars, fairs, concessions and similar enterprises, construction projects, etc., and other applications where the duration is reasonably considered to be of a temporary nature.
- 7. Applicant-Built Line Extension
  - 1. shall mean a primary or secondary voltage line extension

constructed for an Applicant by the Applicant's licensed contractor other than the Association or its contractor(s).

- 8. Contribution-in-Aid to Construction
  - 1. (Contribution) shall mean payment made to the Association for estimated Line Extension costs paid by the Applicant.

- 9. Primary Voltage
  - 1. shall mean voltage in excess of 600 volts.
- 10. Secondary Voltage
  - 1. shall mean voltage less than 600 volts.
- 2. Financial Arrangements for Line Extensions
  - A. General Provisions
    - 1. The Association will construct Line Extensions for any Consumer when the estimated cost of the Line Extension is paid for prior to any work commencing.
      - 1. Large Industrial Loads
        - a. Large industrial loads involving special construction circumstances will be individually analyzed and the provisions of this Extension Policy applied as agreed upon in writing by the parties.
  - B. Adjustment of Constructions Contributions
    - 1. For Line Extensions serving Residential, General Service and Irrigation rate schedules, a cost estimate up to five thousand (\$5,000) shall be considered firm pricing and no adjustments will be calculated. For such Line Extension estimates exceeding five thousand (\$5,000), if the actual cost is less than the estimate by one (\$100) hundred dollars or more, then a refund will be issued by the Association.
    - 2. For Line Extensions serving any other Rate Schedules, payment for the estimated Line Extension costs will be adjusted to reflect the actual costs. If the actual costs are less than the contribution, the Association will refund the difference. If actual costs exceed the Contribution, the Applicant will be required to pay the difference when required within written Agreement accepted by both parties prior to construction.
  - C. Excess Capacity
    - 1. If the Association elects to install excess capacity in the primary extension to an Applicant for future use by additional consumers, the Association shall bear the incremental costs to install excess capacity above that normally required to serve Applicant. Excess capacity is usually obtained through

#### installation of an increased conductor size and stronger structures.

- 3. Applicant-Built Line Extensions
  - A. General
    - 1. Applicant may contract with a properly Licensed Contractor in the respective State other than the Association to build a Primary or Secondary Voltage Line Extension. Such an extension will be referred hereafter as an Applicant-Built Line Extension. The Applicant must contract with the Association before starting construction of an Applicant-Built Line Extension. When the Applicant-Built Line Extension has been completed and the Association approves it, the Association will connect it to the Association facilities and assume ownership.
  - B. Liability and Insurance
    - 1. The Applicant assumes all risks for the construction of an Applicant-Built Line Extension. Before starting construction, the Applicant must furnish a certificate naming the Association as an additional insured for a minimum of \$1,000,000. The Applicant may cancel the policy after the Association accepts ownership of the Line Extension.
  - C. Advance for Design, Specifications, Material Standards and Inspections
    - 1. The Applicant must advance the Association's estimated costs for design, specifications, material standards and inspections When the Applicant has completed construction, the Association will determine the actual costs and may adjust that portion of the Applicant's advance. If the actual costs exceed the Applicant's advance, the Applicant may be required to pay the difference before the Association will accept and energize the Line Extension. If the actual costs are less than the Applicant's advance, the Association will refund the difference.
    - 2. The Association will estimate the frequency of specific activities to be inspected and convey this to the Applicant prior to the signing of the contract. For underground Line Extensions, the Association may require that an inspector be continuously present whenever installation work is done.
  - D. Construction Standards
    - 1. The Applicant-Built Line Extension must be constructed in accordance with the Association's current construction standards for design, specifications, and material standards along the Association's selected route. Otherwise, the Association will not accept or energize the Applicant-Built Line

Extension.

- E. Rights-of-Way and Title
  - 1. The Applicant must provide to the Association all required rights-of-way, easements, an unencumbered title for Applicant-Built Line Extension facilities, and permits on Association forms or forms acceptable to Association, notarized, and in writing prior to the Applicant-Built Line Extension being energized.
- F. Transfer of Ownership
  - 1. Upon approval of the construction by the Association and following receipt of required written documentation as required by the Association, the Association will assume ownership of and energize the Applicant-Built Line Extension.
- G. Deficiencies in Construction
  - 1. If within twenty-four (24) months of the time the Association energized the Line Extension, the Association determines that the Applicant provided deficient material or workmanship in the Line Extension, the Applicant must pay the cost to correct the deficiency. At its discretion, the Association may require that the Applicant provide a faithful performance bond before the Applicant begins construction.
- 4. Standard Fees and Charges
  - A. Application Fees
    - 1. The Association may charge Application Fees for any new service construction requests under this policy. The Application Fee shall be set and updated, from time to time, by the Association's Board of Directors.
    - 2. When an Application Fee is paid by the Consumer and the Line Extension is completed, the Application Fee will be credited towards the final costs of the Line Extension.
  - B. System Capacity Charges
    - 1. All new service location account requests that require a Line Extension to provide service will be charged a one-time System Capacity Charge.
    - 2. The System Capacity Charge will be based on the Consumer's installed transformer capacity at each location, whether it is single phase or three phase, as well as, which Rate Schedule the Consumer will be served.

Effective Date: July 1, 2019

3. System Capacity Charges for single phase services can be determined from the following table:

INSTALLED KVA		RATE SCHEDULES			
	R	GS-1	I (IRRIGATION) SINGLE PHASE ONLY		
15	\$306	\$306	\$153		
25	\$510	\$510	\$255		
37.5	\$765	\$765	\$383		
50	\$1,020		\$510		
75			\$765		
100			\$1,020		
167			\$1,704		

4. System Capacity Charges for three phase services can be determined from the following table:

INSTALLED KVA	RATE SCHEDULES				
	GS-3	I (IRRIGATION) THREE PHASE ONLY	IS-1 THRU IS- 7	LP, LPP, LPS	
30	\$612	\$306			
45	\$918	\$459	\$3,214	\$2,755	
75		\$765	\$5,357	\$4,592	
112.5		\$1,148	\$8,036	\$6,888	
150		\$1,531	\$10,714	\$9,184	
225		\$2,296	\$16,071	\$13,776	
300		\$3,061	\$21,429	\$18,367	
500			\$35,714	\$30,612	
750			\$53,571	\$45,918	
1000			\$71,429	\$61,224	
1500			\$107,143		
2000			\$142,857		
3000			\$178,571		