

EMERALD PEOPLE'S UTILITY DISTRICT LINE EXTENSION POLICY

The Line Extension Policy provides a means to serve new and increased electrical loads at minimal cost and rate impact to existing ratepayers. Construction costs, maintenance and operation of facilities, effects of new load on the electrical system, and new generation costs are factors considered in serving new loads. This policy provides the framework for Emerald to continue being an efficient and low-cost provider of electricity.

NEW CONNECT CHARGE

All services that are connected to Emerald's facilities will be assessed a new connection charge per the Customer Service Policy.

POINT OF DELIVERY

It is Emerald's responsibility to designate the point of delivery and provide electrical service to that location. The point of delivery shall be the point of attachment of Emerald's electric conductor to the customer's conductor without regard to the location of Emerald's metering equipment. All trenching, conduit, duct, cable, poles, wire, or related equipment on Emerald's side of the point of delivery must meet Emerald's specifications for materials and construction and are subject to inspection by Emerald. The customer will bear the total cost of all facilities installed for their benefit. The customer is responsible for securing all necessary easements, permits, and inspections. Facilities on the customer's side of the point of delivery may be subject to other construction standards, such as the National Electrical Code.

UNDERGROUND FACILITIES

Line extensions will be installed utilizing underground facilities unless determined to be impractical by Emerald's Engineering Department.

TRENCHING

The customer is responsible for providing all trenching and conduit. All customer-provided trench and conduit must meet Emerald's Engineering Standards.

RELOCATING EMERALD FACILITIES

Customers requesting that Emerald facilities (i.e.-poles, wires, cabinets, cables, etc.) be relocated for convenience or aesthetic reasons will bear the total cost of the relocation. Consideration may be given to projects that result in decreased maintenance expenses for the utility.

SERVICE UPGRADES DUE TO CHANGES IN CUSTOMER LOAD

Emerald will change overhead transformers and service wires at no cost to the customer to meet the requirements of added load at an existing point of delivery if it has been in service for a minimum of 24 months. However, if the change in service involves a change in the configuration of Emerald's system (i.e.-V-phase to three-phase,

overhead to underground, new poles to support larger transformers, change in voltage, etc.), the customer will bear the total cost. All installations must meet Emerald's present construction standards.

SERVICES IN SUBDIVISIONS

Services (including trench, conduit, and wire) for subdivisions, mobile home and RV parks, and multifamily homes may be installed by a licensed electrician with approval from Emerald's Engineering Department. All installations must be in conduit, meet Emerald's specifications, and be inspected prior to backfill. The customer is responsible for charges Emerald may incur due to this practice.

CUSTOMER METERBASE POLES

Customers will provide all meterbase poles, or pay Emerald to provide and install a pole, which will become the property and responsibility of the customer.

ELECTRIC SERVICE FROM A PRIOR LINE EXTENSION

Customers desiring service from a line extension in a public right-of-way that is less than five years old to which a contribution in excess of \$5,000 has been made by another customer must pay their proportionate share, excluding interest, of that contribution. This amount is in addition to any other line extension contribution. Emerald will collect the amount due and pay the existing customer(s). Contributions made to Emerald for relocation of facilities, overhead-to-underground conversions, subdivisions, and subdivided property are not eligible for refund.

INDUSTRIAL CUSTOMERS

New Industrial Customers requiring new facilities to meet their load requirements shall bear the total upfront cost of construction. Based on the individual circumstances of the project, the Industrial Customer may be eligible for a Line Extension Credit subject to the approval of Emerald's Board of Directors. Each project's specific characteristics will be evaluated for its potential impact on the District and any Line Extension Credit shall be separately negotiated.