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**ELECTRIC SERVICE REGULATION NO. 12 - Continued**

**1. CONDITIONS AND DEFINITIONS (continued)**

- (h) **Facilities Charges** -- The Facilities Charges are those costs associated with the ownership, operation and maintenance of facilities built to provide service and are in addition to rate schedule billings. Schedule 300 specifies the Facilities Charges.
- (i) **Recreational Residential Service** -- Geographical areas where, in the Company's judgment, the majority of the dwellings are or will be recreational dwellings shall be designated Recreational Residential Service areas. Recreational dwellings are single unit residential dwellings which are or will be used primarily for recreational or vacation purposes, are not the primary residence of the occupants, and are not generally occupied on a continuous basis.
- (j) **Refunds** -- An Applicant who paid a refundable advance on an Extension is eligible for up to four refunds during the first ten years. Within that ten-year period the Applicant may waive any refund that is less than 20% of the Applicant's total refundable advance in order to accept four (4) refunds offering greater value. An Applicant may also waive refunds from future Extension applications from themselves.

For non-waived refunds the additional Applicants must pay the Company, prior to connection, as provided in the section for the original Applicant. The Company will refund such payments to the Applicant(s) who paid the refundable advance. The Company will not collect from additional Applicants any portion of a waived refund.

An Applicant to whom a refund is due, but who the Company has failed to identify or has been unable to locate, has 24 months from the connection of the additional Applicant to request their refund.

- (k) **Restrictions** -- An Extension of the Company's facilities is subject to these regulations and other rules and restrictions. These may include but are not limited to: laws of the United States; State law; executive and administrative proclamations; Commission orders or regulations; or, any lawful requirement of a governmental body.

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