

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

**5. EXTENSION EXCEPTIONS (continued)**

**(a) Applicant Built Line Extensions (continued)**

**(5) Transfer of Ownership**

Upon approval of the construction, the Company will assume ownership of the Extension. The Applicant must provide the Company unencumbered title to the Extension.

**(6) Rights-of-Way**

The Applicant must provide to the Company all required rights-of-way, easements and permits in accordance with paragraph 1.(l). in this Regulation.

**(7) Contract Minimum Billing**

The Company may require the Applicant to pay a Contract Minimum Billing as defined in paragraph 1.(b) in this Regulation.

**(8) Deficiencies in Construction**

If, within 24 months of the time the Company energized the Extension, -it determines that the Applicant provided deficient- material or workmanship, the Applicant must pay the cost to correct the deficiency.

**(9) Line Extension Value**

The Company will calculate the value of an Extension using its standard estimating methods. The Company will use the Extension Value to calculate Contract Minimum Billings, reimbursements, and refunds.

**(10) Line Extension Allowance**

After assuming ownership, the Company will calculate the appropriate Extension Allowance. The Company will then reimburse the Applicant for the construction costs covered by the Extension Allowance, less the cost of any Company provided equipment or services, but in no case more than the Line Extension Value.

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