

**SUWANNEE VALLEY ELECTRIC COOPERATIVE, INC. BOARD POLICY**

EFFECTIVE DATE	<u>April 1, 2011</u>	POLICY NUMBER	<u>205</u>
SUPERSEDES	<u>April 1, 2002</u>	DATED	<u>April 1, 2011</u>
SUBJECT	<u>Line Extension</u>	PAGE	<u>1 of 2</u>

POLICY NO. 205

I. PURPOSE: The purpose of this policy is to establish a uniform procedure by which Suwannee Valley Electric Cooperative, Inc.(Cooperative), will calculate the amount payable by members who require extension of Cooperative facilities in order to receive electric service.

II. DEFINITIONS:

A. "Job cost" means the actual cost of providing the specified extension facilities, calculated after the extension is completed, or the estimated cost of providing the specified facilities before the extension is commenced.

B. "Permanent residence" shall mean a permanent structure in which the applicant resides and is located on lands owned by applicant. The structure must be permanently attached to the land. A copy of the recorded deed and an affidavit to establish intent of permanent residency may be required by the Cooperative.

C. "Other Service" shall include all those services other than "permanent residence" or "temporary service".

D. "Temporary Service" shall mean the electrical service to a location where the facility served shall be removed after a limited period of time, ie.; construction power, portable buildings, movable agricultural facilities, dredging, excavation, equipment testing, Christmas tree lots, fairs, circuses, concerts, etc.

III. POLICY:

A. Service to a permanent residence: the Cooperative will extend its Overhead facilities up to 1,200 feet at no cost to the applicant; for Underground facilities the applicant will pay to Cooperative the cost difference between Overhead and Underground facilities up to 1,200; for extensions greater than 1,200 feet the applicant will pay the Cooperative 100 percent of the cost associated to facilities greater than 1,200 feet.

B. For other service: the Cooperative will credit to the applicant three times the annual expected revenue(demand and energy) less expected wholesale power cost associated to applicant's proposed service. The credit will be applied to the job cost estimate. There is no cost to the applicant, when the credit exceeds the job cost.

C. Temporary service: the applicant is required to pay the Cooperative for the cost of installation labor, removal labor, and non-salvageable materials necessary to provide temporary service.

D. All payments to the Cooperative for the cost of service are required to be made in full prior to construction of service.

IV. DETERMINING ROUTE AND RIGHT-OF-WAY:

The Cooperative shall determine the route of service to the member in the most effective manner. The necessary right-of-way shall be secured without charge to the Cooperative.

V. MISCELLANEOUS:

Extensions made by the Cooperative shall be and remain permanently the property of the Cooperative.

VI. FILING:

A statement of this extension policy shall be filed by this Cooperative as part of its tariffs. This policy shall have uniform application and shall be nondiscriminatory.