

Guide to Aid to Construction

Overhead:

Extensions to Full-Time Residences

A. PERMANENTLY LOCATED STRUCTURES

1. A non-refundable contribution in aid of construction equal to the Total Cost of construction less \$2,300 will be required for all line extensions with a Total Cost greater than \$2,300.
2. No contribution in aid of construction will be required for those line extensions with a Total Cost of less than \$2,300.

B. PREFABRICATED SECTIONAL HOME

1. This policy applies to prefabricated sectional homes located on the member's property and set up in a permanent manner.
2. A non-refundable contribution in aid of construction equal to the Total Cost of construction less \$2,300 will be required for all line extensions with a Total Cost greater than \$2,300.
3. No contribution in aid of construction will be required for those line extensions with a Total Cost of less than \$2,300.

C. MOBILE HOME

1. A non-refundable contribution in aid of construction equal to the Total Cost of construction plus the estimated cost of removal less estimated salvage value less \$2,300 will be required for all line extensions with a Total Cost greater than \$2,300.
2. No contribution in aid of construction will be required for those line extensions with a Total Cost of less than \$2,300. Total Cost includes the estimated cost of removal less estimated salvage value.

Lines built to service a full-time permanent residence, but not occupied as such within 12 months will be treated as a camp or recreational facility. Full-time home is evidenced by Class I Homestead Exemption application and electricity usage (700 Kwh/Mo. minimum continuous usage).

Extensions to Farm or Residence Related Accounts

A. FARM OPERATION ACCOUNTS SUCH AS DAIRY BARNS OR CHICKEN HOUSES WITH AN EXPECTED SIGNIFICANT USAGE

1. A non-refundable contribution in aid of construction equal to the Total Cost of construction plus the estimated cost of removal less estimated salvage value less \$2,300 will be required for all line extensions.
2. No contribution in aid of construction will be required for line extensions with a Total Cost less than \$2,300. Total Cost includes the estimated cost of removal less estimated salvage value.

B. SHOPS, PUMPS, BARNS FOR STORAGE USE AND OTHER ACCOUNTS WITH LOW ANTICIPATED POWER REQUIREMENT

1. A contribution in aid of construction equal to the Total Cost of the entire line extension shall be charged.

Extensions to Seasonal or Recreation Structures, Camps, etc.

A contribution in aid of construction equal to the Total Cost of the entire line extension shall be charged.

Extensions to Residential Sub-divisions, Condominiums, Apartment Complexes, Multi-Family Developments, Mobile Home Parks, etc.

- A. Construction of overhead electrical facilities will be according to Association design and specifications so as to serve each lot (or residence) as service is required. The developer requesting service shall pay the full cost of construction of facilities.
- B. Cost to be borne by the developer shall be determined using the Association's standard estimating procedure.
- C. All facilities deemed necessary at the sole discretion of the Association shall be constructed in accordance with the requirements of the Rural Utilities Service and the National Electric Safety Code.
- D. Said facilities constructed by the Association up to the point of delivery of service shall become a part of the facilities owned by the Association.
- E. Existing approach lines or portions thereof, that must be upgraded for the sole purpose of providing adequate and reliable service to the development may require a contribution in aid of construction. The determination as to whether a contribution in aid of construction is needed is left to the discretion of the Association.

Service of a Temporary Nature

A contribution in aid of construction shall be charged for the entire line extension. The contribution in aid of construction shall be equal to the Total Cost of the line extension plus the estimated cost of removal less estimated salvage value.

Service to a Permanent Commercial Structure

- A. A non-refundable contribution in aid of construction equal to the Total Cost of construction less \$2,300 will be required for all line extensions with a Total Cost greater than \$2,300.
- B. No contribution in aid of construction will be required for line extensions with a Total Cost less than \$2,300.

Service to a Non-Permanent Commercial Structure

- A. A non-refundable contribution in aid of construction equal to the Total Cost of construction plus the estimated cost of removal less estimated salvage value less \$2,300 will be required for all line extensions with a Total Cost greater than \$2,300.
- B. No contribution in aid of construction will be required for line extensions with a Total Cost less than \$2,300. Total cost will include the estimated cost of removal less estimated salvage value.

Underground:

Extensions of Secondary Underground Lines

- A. The Association will install 200 ampere, single-phase underground secondary service for full-time residence. The member is responsible for installing conduit and meter base as per Magnolia Electric Power guidelines.
- B. There will be a charge of \$2.00 per running foot to convert overhead secondary service to an underground service.
- C. The service entrance at the residence shall comply with Magnolia Electric Power guidelines for underground service. The member is responsible for all items to be installed at the service entrance of the residence.

Extensions of Primary Underground Lines

- 1. A non-refundable contribution in aid of construction equal to the Total Cost of construction less \$2,300 will be required for all line extensions with a Total Cost greater than \$2,300.
- 2. No contribution in aid of construction will be required for line extensions with a Total Cost less than \$2,300.

Relocation of Primary or Secondary Lines

A contribution in aid of construction will be required for all relocations of primary lines or secondary services. The contribution in aid of construction will equal to the Total Cost of the relocation including any costs associated with the retirement of existing facilities.

Extensions to Residential Sub-divisions, Condominiums, Apartment Complexes, Multi-Family Developments, Mobile Home Parks, etc.

- A. Construction of underground electrical facilities will be according to Association design and specifications so as to serve each lot (or residence) as service is required. The developer requesting service shall pay the full cost of construction of facilities.
- B. Cost to be borne by the developer shall be determined using the Association's standard estimating procedure.
- C. All facilities deemed necessary at the sole discretion of the Association shall be constructed in accordance with the requirements of the Rural Utilities Service and the National Electric Safety Code.
- D. Said facilities constructed by the Association up to the point of delivery of service shall become a part of the facilities owned by the Association.
- E. The Developer will furnish and install all conduit to the Association's specification.

- F. Existing approach lines or portions thereof, that must be upgraded for the sole purpose of providing adequate and reliable service to the development may require a contribution in aid of construction. The determination as to whether a contribution in aid of construction is needed is left to the discretion of the Association.

General Policies and Provisions

Line and service extensions covered above will be subject to the following policies and provisions:

- A. The term "cost" as used in association with all facilities extensions will include the cost of labor, materials, overhead, easements or permits, and right-of-way clearing, are based upon the uniform system of accounts as prescribed by the Rural Utilities Service.
- B. The Association, at its option, may require a written contract to be executed prior to the extension of service.
- C. Yard lights, street and highway lights will generally be installed under the terms and conditions of the applicable street and yard light rate schedule.
- D. No power (kW) or energy (kWh) usage will be included in any facilities charge.
- E. The type and capacity of service hereunder will be limited to that existing and generally available in the area in which the premise is located.
- F. All line extensions, service wire and connections, regardless of contribution in aid of construction are to be made by the Association and remain the property of the Association.
- G. All property of the Association placed in or upon a consumer's premises, used in supplying service to the consumer, is placed there under the consumer's protection.
- H. Any line and service extension not specifically defined hereunder will be considered on an individual basis.

Special Services

Anything not covered above will be considered special services and will be subject to a cost to be determined by an engineering study.