

South Dakota P.U.C. Volume II General Rules and Regulations – Section 5.02 ELECTRIC RATE SCHEDULE Voltage Classification

(Continued)

First-Second Revised Sheet No. 2 Cancelling Original Section 5.04<u>First</u> <u>Revised</u> Sheet No. 2

Distribution Facilities necessary to provide service. The Customer will be required to pay, in addition to the applicable rate, the following amounts, if applicable, to the Company.

The Company will extend its facilities, on private property, to a Company-designated service location. The total cost of the Company facilities must not exceed a three-year projection of revenue received from the Customer's applicable rate(s) (not including any such amounts expected to be recovered through the Fuel Adjustment Clause Rider, but including any base costs of Energy included in the Customer's rate schedule(s) the Customer is taking service under). When the cost of the necessary extension exceeds this limit, the Customer will be charged in accordance with the Company's extension rules identified in Section 5.0<u>43</u>.

When underground facilities are installed, such work will be subject to a Winter construction charge when Winter conditions exist where snow removal or plowing is required to install service, or burners must be set at the underground facilities in order to install service for the entire length of the underground service. Winter construction will not be undertaken by the Company where prohibited by law or where it is not practical to install underground facilities during the Winter Season. The Company reserves the right to charge Customers for any unusual Winter construction expenses. All Winter construction charges are non-refundable and are in addition to any normal construction charges. The Company will determine payment requirements based on actual costs.

Thomas R. Brause Vice President, Administration



First-Second Revised Sheet No. 1 Cancelling Original First Section 5.01<u>Revised</u> Sheet No. 1

SECTION 5.04 EXTENSION RULES AND MINIMUM REVENUE GUARANTEE

The Company will, at its own expense, extend, enlarge, or change its Distribution or other facilities for supplying electric service when the anticipated revenue from the sale of additional service at the location justifies the expenditure. If it reasonably appears to the Company that the expenditure may not be justified based on a three-year projection of revenue received from the applicable rate schedule(s) under which the Customer is taking service (not including any such amounts expected to be recovered through the Fuel Adjustment Clause Rider, but including any base costs of Energy included in the rate schedule(s) under which the Customer is taking service), the Company may require the Customer to sign an Electric Service Agreement guaranteeing a minimum payment of no less than three years use of electric service, and require the Customer to pay in advance if the Company has reason to question whether the Customer will maintain adequate creditworthiness over the period or for any other reason may fail to make payments for service, including the service extension charges, over the period.

The Company shall provide to the Customer an estimate with detail of the extension charges prior to construction.

If at the point of true-up at the end of the initial three-year contract period of service, the Customer uses and pays for more than the specified guaranteed minimum amount of electric service, which the Customer contracted to purchase (not including any amounts paid pursuant to the Fuel Adjustment Clause Rider, but including any amounts paid for the base costs of Energy included in the Customer's rate(s)), any advance that may have been made in excess of the guaranteed minimum amount when calculated based on actual usage will be refunded to the Customer together with interest at the rate provided for Customer deposits under South Dakota Public Utilities Commission Administrative Rule 20:10:19:08. However, if the Customer uses less than the guaranteed minimum, the amount of the difference between the guaranteed minimum and the actual usage will be billed to the Customer.

Thomas R. Brause Vice President, Administration