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GENERAL INFORMATION

PART II - RULES AND REGULATIONS

9. EXTENSION AND MAINTENANCE OF DISTRIBUTION PROVIDER FACILITIES (Cont'd)

A. PROVISION OF GAS SERVICE (Cont'd)

3) Facilities to be Provided Without Charge

The Distribution Provider shall furnish, place and construct all mains, service lines, service connections and appurtenant facilities necessary to render the service requested. The cost and expense which the Distribution Provider must bear shall be:

- a) The material and installation cost relating to:
 - (i) Up to 100 feet of main and appurtenant facilities; and
 - (ii) Up to 100 feet of service line measured from the center line of the public or private right-of-way (or the main if it is closer to the Retail Customer and development will be limited to one side of the right-of-way for at least 10 years), service connection and appurtenant facilities, but not less than the length of service line necessary to reach the edge of the right-of-way; and
- b) The amounts legally imposed by governmental authorities for obtaining required work permits and for repairing or replacing disturbed pavement.

4) Distribution Customer Charges for Additional Facilities

- a) If the Distribution Provider must install mains and appurtenant facilities in addition to those required to be provided without charge under Rule 9.A.3, the Distribution Provider shall impose a surcharge subject to the following provisions:
 - (i) The surcharge relating to mains and appurtenant facilities including return, depreciation, taxes and maintenance shall not exceed 20 percent per year of the actual reasonable cost of such facilities that exceeds the portion which the Distribution Provider is required to install without charge to an applicant, if the Distribution Provider lays a main of four inches or less in nominal diameter (in the case of low pressure distribution) or of two inches or less in nominal diameter (in the case of high pressure distribution). If the Distribution Provider lays a main greater than four inches in nominal diameter (in the case of low pressure distribution) or greater than two inches in nominal diameter (in the case of high pressure distribution), the surcharge shall not exceed 20 percent per year of the estimated reasonable cost of a four- inch main (in the case of low pressure distribution) or a two- inch main (in the case of high pressure distribution), unless the estimated consumption of the proposed Retail Customer(s) requires the installation of a larger-sized main, in which event the surcharge shall not exceed 20 percent per year of the actual reasonable cost of such main. The surcharge shall commence when gas service is first available to an applicant and shall be paid ratably for each billing period.

(Continued on next leaf)

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