M.J.M. ELECTRIC COOPERATIVE, INC.

SECTION III – MEMBERS AND CONSUMERS Policy 30 Approved: 07/30/1970

REVISED: 10/26/78 10/25/84 11/26/13 07/24/2014 12/23/2020 10/26/2023

THREE-PHASE LINE EXTENSION POLICY

POLICY

It shall be the policy of MJM Electric Cooperative, Inc., to require aid to construction when it is necessary to extend or reinforce distribution facilities to serve three-phase loads.

RESPONSIBILITY

President/CEO, Engineering Department and Staff

PROCEDURE

1) Permanent Loads:

- A. The Cooperative will only extend a three-phase line if a Member connects a load that requires three-phase service, according to industry standards, within 6 months of the extension being completed. Additionally, the load must necessitate 50 KVA, three-phase load or more of installed transformer capacity. A three-phase line extension to a residence by itself will not be approved by the Cooperative.
- B. Where service is to be extended to serve a permanent three-phase load, projected cost for overhead construction and underground installation, shall be charged as aid to construction, but in no event shall it be less than \$500. This amount will be retained by the Cooperative as aid to construction. If the Cooperative determines that the use of underground is practical and safe, the Member may choose underground, but shall be responsible for the additional cost for the installation of underground verses overhead.
- C. The applicant shall first furnish to the Cooperative, without cost a suitable right-of way properly cleared, together with necessary written easements.
- D. All three-phase line extensions shall be located as much as possible in a manner so as to give line personnel access in all weather. The natural terrains are to be taken into consideration so as to limit exposure to all trees as much as possible and to give ease of maintenance. three-phase
- E. All required aid to construction shall be paid in advance of the construction of the line extension.

F. The Member who paid the original aid to construction for three-phase will have an opportunity to recover up to 50% of the aid to construction, which was made, if other Members tap onto the line that was extended. A reimbursement period of 5 years will be established beginning with the date that the line extension was completed and energized.

If another Member is added anywhere on a three-phase line that has been built with an aid to construction in the last 5 years and utilizes electric service. The original Member, who paid the construction aid will be eligible to receive up to 50% of the total aid to construction as follows:

From the date line was completed and energized until the 1-year anniversary 50% of total aid to construction will be refunded.

Between year 1 and year 2 anniversary the refund will be 40%.

Year 2 to year 3anniversary the refund will be 30%.

Year 3 to year 4 anniversary the refund will be 20%.

Year 4 to year 5 anniversary the refund will be 10%.

After the 5th year anniversary there will no longer be any refund available.

2) Temporary Loads:

- A. Line extensions constructed to serve temporary loads, in example, construction jobs, fairs and carnivals, shall require an advance payment equaling the estimated cost associated with connecting and disconnecting service.
- B. The payment will not be refunded or credited to the consumers electric service account.
- 3) Applicable electric service rate schedules shall apply for electric service used.
- 4) The Cooperative reserve the right to adjust the fees under this policy, with approval of the President/CEO, from time to time as needed.

Marcie Tonsor, Secretary