

RULES AND REGULATIONS GOVERNING THE SUPPLY OF ELECTRIC SERVICE

Electric Line Extension Rules

1. The Company will extend its single phase electric lines at its own expense for a distance of up to one thousand feet to each bona-fide applicant for year-round electric service who demonstrates that such service will be of a permanent nature. Applicant must agree in writing to take service when the extension is completed and have his building or other permanent facility wired and ready for connection.

2. The Company will extend its single phase electric lines in excess of the above distance provided the applicant for service advances to the Company an amount equal to the estimated cost of such excess portion of the extension.

3. The Company will install at its own expense a service drop of suitable capacity, the length of which is not included in the foregoing distances. The Company will provide the necessary meter or meters to measure service in accordance with the applicable rate schedule or schedules.

4. For each new year-round customer actually connected to the extension within a ten-year period following completion thereof, but not to extensions or laterals therefrom, the Company will refund to each applicant who advanced funds in accordance with Paragraph 2 above an amount equal to 1000 times the average unit cost per foot of extension advanced by such applicant; provided that such refunds shall not exceed, in the aggregate, the amount originally advanced to the Company.

5. In the event the Company is required to make a further extension of its lines to serve a customer, Company reserves the right to connect to any extension constructed under these rules and to connect customers to such additional extensions without application of the refund referred to in Paragraph 4 above.

6. The title to all extensions herein provided for, together with all necessary rights-of-way, permits and easements, shall be and remain in the Company.

7. Nothing herein shall be construed as preventing Company from making electric line extensions under more favorable terms than herein prescribed provided the potential consumption and revenue is of such amount and permanency as to warrant such terms and render economically feasible the capital expenditure involved.

8. Anything contained herein to the contrary notwithstanding, distribution line extensions to mobile homes will be made in accordance with the rules of the Public Service Commission of Kentucky, 807 KAR 5:041E, Section 12.

9. The Company shall not be obligated to extend its electric lines in cases where such extensions in the judgment of Company, would be unfeasible, impractical, or contrary to good operating practice.

DATE OF ISSUE January 26, 1982 DATE EFFECTIVE January 1, 1982

ISSUED BY R. L. Royer President Louisville, Kentucky

NAME

TITLE

ADDRESS