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Denver, CO 80201-0840

2<sup>nd</sup> Sub. Fourth Revised Sheet No. R34

4<sup>th</sup> Sub. Third Revised Cancels Sheet No. R34

RULES AND REGULATIONS

NATURAL GAS SERVICE

SERVICE LATERAL EXTENSION AND DISTRIBUTION MAIN EXTENSION POLICY

CONSTRUCTION ALLOWANCE AND CONSTRUCTION PAYMENTS

PLAN A - PERMANENT SERVICE

Plan A is applicable to gas Distribution Main Extensions and to Service Lateral Extensions where the use of service is to be permanent and where a continuous return to Company of sufficient revenue to support the necessary investment is assured.

For gas service of a permanent character, the Company will install necessary Distribution Main Extension and Service Lateral Extension facilities. The Company shall bear the expense up to the respective Construction Allowances set forth herein. For Commercial, Interruptible and Transportation Services the Distribution Main Portion of the Construction Allowance shall be the product of the Company's estimate of the Applicant's annual volume times the Distribution Main System Portion of the Construction Allowance. The Construction Allowances for both Distribution Main Extensions and Service Lateral Extensions are as shown on the Sheet entitled Construction Allowance by Service Class for each of the various categories of service listed.

The above allowances are subject to review and appropriate revision by filing of new Construction Allowances with the Commission within thirty (30) days or within such period of time as ordered by the Commission, following a final decision in a Company Phase I or Phase II rate proceeding, based on the appropriate revenue and commodity amounts included in that proceeding.

A Construction Allowance will be credited only when service is physically connected, or in instances where the applicant is an incorporated city or town, county, state governmental entity, federal governmental entity, or quasi-governmental entity as determined by Company.

Applicant or Applicants shall be required to pay to Company as a Construction Payment all estimated costs for gas Distribution Main Extension facilities necessary to serve Applicant or Applicants in excess of the Distribution Main Portion of the Construction Allowance. Said Construction Payment shall be refundable in part or in its entirety during a ten-year period commencing with the Extension Completion Date. At the end of said ten-year period any remaining Construction Payment becomes non-refundable.

Applicant or Applicants shall be required to pay the Company as a non-refundable Construction Payment all estimated costs for the Service Lateral Extension in excess of the Service Lateral Portion of the Construction Allowance.

N  
N  
N  
N

Colorado PUC E-Filings System

ADVICE LETTER NUMBER 799

DECISION NUMBER

VICE PRESIDENT  
Rates & Regulatory Affairs

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