

**Rule No. 4**

CONTRACTS

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- A. When Service Contracts are Required. A contract or agreement to take and pay for service will not be required as a condition precedent to service except:
  - 1. Where required by provisions contained in the tariff schedules, in which case the term of the contract will be that specified; or
  - 2. Where it is necessary to install a line extension, in which case a contract for a period of three years may be required; except that, when temporary service is to be supplied under the provisions of Rule No. 13, the contract will cover the period of contemplated operations, but not longer than three years.
  - 3. Where street lighting service is requested, in which case a contract will be required for a period of not less than one year and not more than five years.
    - a. Such contracts may include a provision that they will remain in effect from year to year thereafter, until terminated by either party.
  
- B. When Facilities Contracts are Required. A contract or agreement to pay for the use, installation, or removal of facilities will be required:
  - 1. Where the provisions of the tariff schedules so specify, in which case the terms of the contract will be governed thereby.
  - 2. Where any applicant or customer desires new or increased distribution facilities for temporary service, in which case the utility may require such person to pay to the utility, in advance or otherwise, the estimated cost installed, plus the estimated cost of removal, less the estimated salvage of the facilities necessary for furnishing service in accordance with provisions of Rule No. 13.
  - 3. Where a person, whether or not a customer, desires to have the utility modify, rearrange, relocate, or remove any of its facilities, the utility if it agrees to make such changes may require the person, at whose request the changes are made, to agree to pay, in advance or otherwise, the cost of the utility of making the changes.
  
- C. Contracts with Governmental Agencies. A contract for street lighting or other service to a governmental agency will be required by the utility as provided in Section A or B above, but, upon requests by such customer, a contract may be executed by the utility for a term not to exceed five years.

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