

## REGULATION NO. 7

### DEPOSITS

#### A. REQUIREMENT FOR DOMESTIC SERVICE:

Applicants for domestic service will usually not be required to furnish and maintain guaranties for payment of charges in connection with service except when 1) the applicant has a delinquent power billing, 2) the applicant has a history of poor credit with the District.

When required, the amount of deposit to establish credit for electric service for domestic purposes shall be based on estimated usage, as determined by the District, and will normally approximate a sum equal to an average monthly bill, computed on a 12-months' basis, for that service.

#### B. REQUIREMENT FOR OTHER CLASSES OF SERVICE:

Applicants for all classes of service other than domestic will normally be required to furnish and maintain a satisfactory guaranty, by deposit or otherwise, for payment of charges in connection with such service, provided that such guaranty may not be required where it shall appear to the District that the applicant's credit is sufficient to assure payment of any such charges as they become due.

When required, the amount of guaranty or deposit to establish credit for all classes of service other than domestic, shall be based on estimated usage, as determined by the District, and will normally approximate a sum not less than two times the estimated average monthly bill, computed on a 12-months' basis, for the service.

#### C. REQUIREMENT FOR RE-ESTABLISHMENT OF CREDIT:

When a guaranty or deposit has not been required and the customer fails to make payment of all bills within 30 days of the date shown on the bill, a deposit may be required.

When a guaranty or deposit has been required and the customer fails to make payment of all bills within 30 days of the date shown on the bill, the amount of deposit required may be increased.

The amount of guaranty or deposit required from an applicant to re-establish credit where service has been disconnected for nonpayment of bills during any 12-month period shall be determined as follows: For the first "cutoff", an amount equal to the customer's estimated average monthly bill, computed on a 12-months' basis, will be added to any deposit amount previously required. A deposit amount required following the first cutoff may be increased.

#### D. RETURN OF DEPOSIT:

Domestic deposits will be applied to the current billing when the customer has made prompt payment of bills rendered for a period of 12 consecutive months or when service is disconnected.

REGULATION NO. 7 - DEPOSITS (Continued)

Commercial deposits will be applied and/or released when the customer has made prompt payment of bills rendered for a period of 36 months or when service is discontinued.

The District will not pay interest on deposits.

E. MINIMUM DEPOSIT:

In no case shall the minimum deposit required be less than:

\$50.00

1. Re-establishment of Credit: The amount of guaranty deposit required from an applicant to reestablish credit where service has been disconnected for nonpayment of bills during any 12-month period shall be determined as follows:

- |                    |   |  |
|--------------------|---|--|
| First Cutoff       | - | Amount equal to an estimated average monthly bill, based on 12 months, added to any deposit previously required. |
| Subsequent Cutoffs | - | The deposit required following the first cutoff may be increased.  |