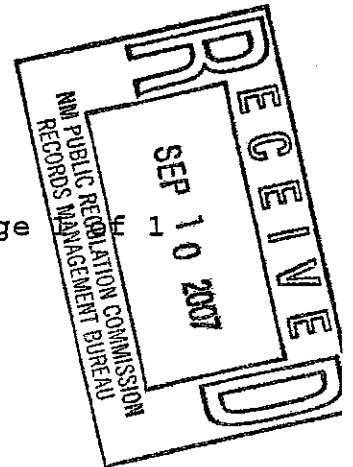


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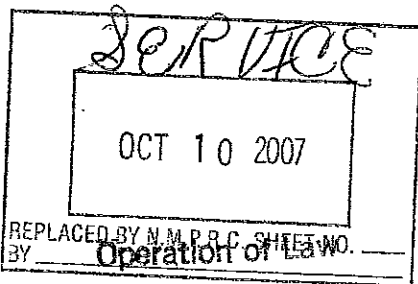
RULES

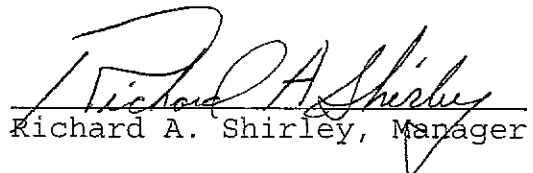


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3	Service Conditions
4	Type and Use of Service
5	Billing, Meter Reading and Payments For Other Than Residential
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15	Illegal Diversion, Denial or Discontinuance of Service for Non-Residential Consumer
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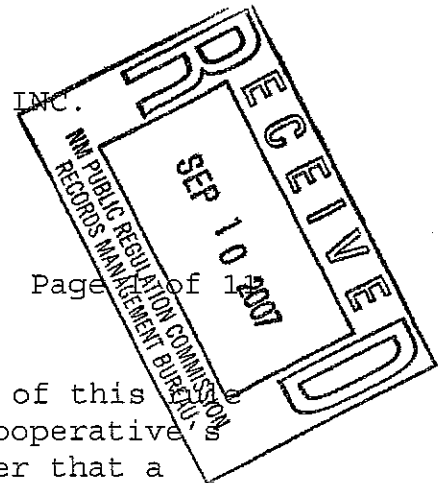



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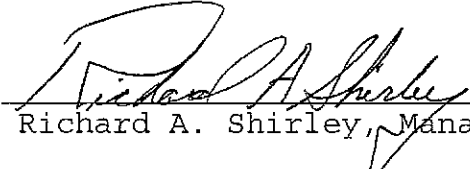
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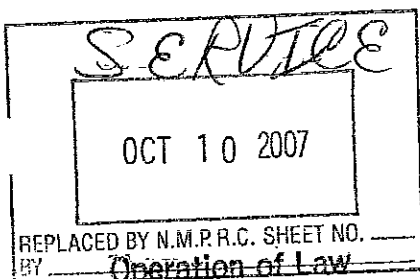
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- A. DEFINITION: A line extension for the purpose of this is the construction, or modification of the Cooperative electric distribution system required, in order that a consumer or group of consumers may receive electric service. A Service drop shall be any secondary service with a voltage of 600 volts or less.
- B. FEASIBILITY: The Cooperative shall not under any circumstances or condition be required to make an extension or enlargement, or provide underground facilities that would be unprofitable and thereby cause an undue hardship upon the Cooperative or its then existing consumers. In all cases where such existing facilities must be expanded, the Cooperative will require a written contract for a suitable initial contract period, which will justify and support the necessary investment and reservation of capacity required to render such power service.
- C. UP AND DOWN SERVICE OF A TEMPORARY CHARACTER:
1. DEFINITION: "Up and down Service" as herein defined refers to electrical service to a non-permanent load such a circuses, bazaars, fairs, advertising signs, concessions and similar enterprises and to construction works of a temporary character.

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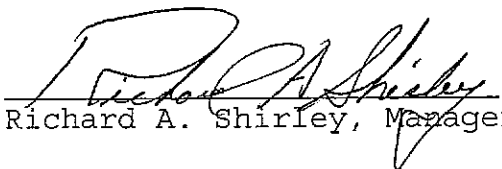
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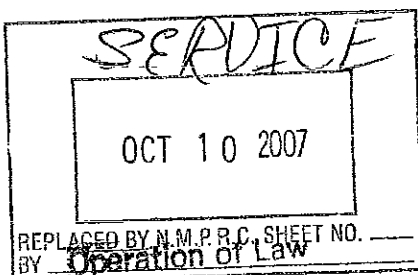
2. CONNECTION COST: Where it is necessary for the Cooperative to extend lines, make enlargement of any Part of its system or do any other work to supply Services hereunder the applicant/consumer shall make a Non-refundable payment in advance for the estimated Cost of installation and removal, less credit for Estimated salvage of material to be recovered with Final adjustment being made to the contract upon Completion of the construction.
3. MINIMUM CHARGES: The monthly minimum charge shall be in accordance with the applicable rate schedule or service contract.

D. TEMPORARY SERVICE:

1. DEFINITION: "Temporary Service" as herein defined refers to electric service to trailers, mobile homes, industrial and commercial enterprises of speculative character, and enterprises and adventures where applicant is lessee or tenant of property to be served, and other type of service where the amount of use and permanency of service can not be reasonably assured in the opinion of the Cooperative.

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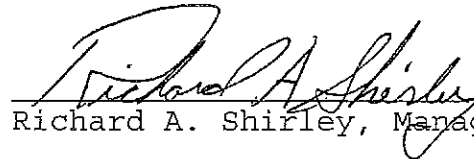
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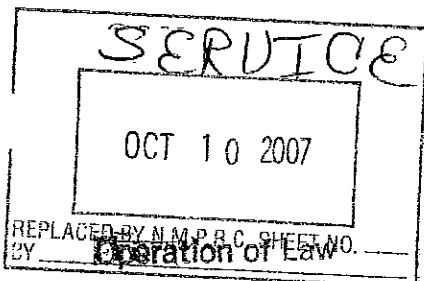
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2. CONTRACT SECURITY: Where it is necessary for the Cooperative to extend lines, install transformers, Make enlargements of any part of its system or do any other work to supply service hereunder the applicant/consumer shall before construction is begun meet the following conditions:
- a) Make a contribution-in-aid of construction in an Amount equal to the estimated cost of installation.
 - b) Execute a contract to receive service and pay the Minimum charges for a period of one-year continuous billing.
 - c) In the event that the actual construction cost is difference.
 - d) Should the consumer's installation convert from a temporary to permanent structure within five(5) year period, the original investment made by the Consumer will be refunded according to the terms of the permanent line extension policy.

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Further, should additional consumers connect to this line within a period of five(5) years, the original cost will be prorated to the additional consumer and the difference refunded to the original consumer. In no case will the total refund exceed the original advance-in-aid of construction payment. No adjustment will retroactive beyond the date of the new extension and the unrefunded portion shall become the property of the Cooperative.

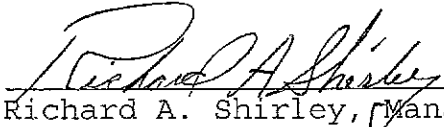
3. MINIMUM CHARGES: The Cooperative's rates filed with the New Mexico Public Regulation Commission shall apply.

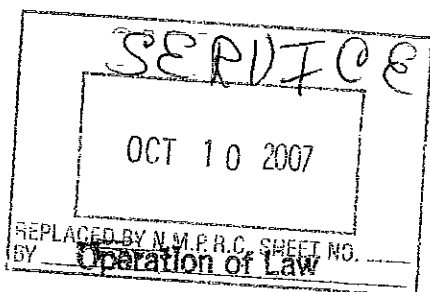
E. PERMANENT SERVICE:

1. DEFINITION: "Permanent Service" as defined herein is construed to mean service to domestic, small and large commercial, rural and urban consumers, when use of service and permanency can be reasonably assured.

Consumer shall own the premises involved or have a suitable long-term lease.

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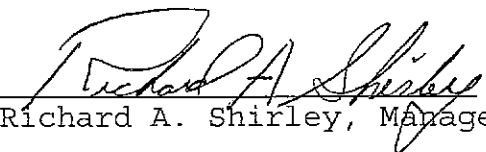
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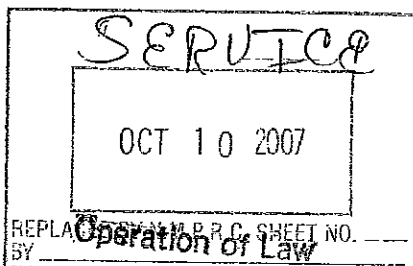
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All trailers, mobile homes and modular homes are considered to be non-permanent in nature except when the trailer or mobile home is placed on a permanent foundation, which consists of a retaining wall (reinforced concrete footing and masonry stem wall) of concrete, rock or cinder block with mortar, with the wheels, axles and tongue arrangement permanently removed. Or meets the state of New Mexico definition as contained in the most current Manufactured Housing Rules and Regulation Code Book, a certificate from the State Inspector must be provided by the homeowner to CDEC showing that the home meets all State and local planning and zoning requirements and permanency codes and requirements. Or have a commercially drilled well that supplies potable water to be plumbing system of the home.

2. CONTRACT TERM: To assure that the additions to plant, lines and system of the cooperative required to provide electric service to new consumers will not work an undue hardship upon the Cooperative or its then existing consumers, each new consumer shall be required to receive service for a period of 12 months and pay the minimum charge and under special circumstances, enter into a long term contract.

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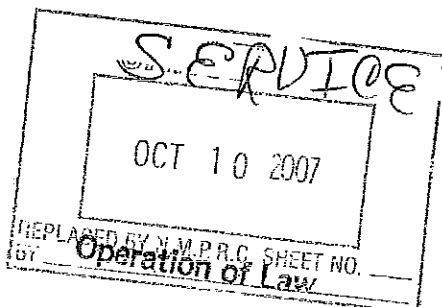
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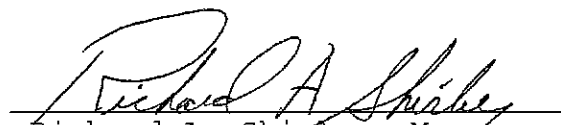
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3. EXTENSION MINIMUM CHARGES: During the contract term as herein above specified the minimum charges whether monthly or annually as determined by the applicable class of service, shall be established as follows:
- a) Without Charge: The Cooperative will extend electric s to any permanent consumer, that falls under the general service rate, provided that the total construction investment required does not exceed a construction credit of Three Thousand Dollars (\$3,000.00). Meters and transformers will not be included in this allowed credit. Monthly minimum charge will be specified in applicable rate schedules or by contract.
 - b) With Charge: If the construction investment required for the permanent residential consumer does exceed the construction credit, the consumer will be required to make an advance of contribution-in-aid of construction, for any facilities constructed above the credit allowed.

In the event that actual construction cost is more or less than the estimated cost the consumer will be charged or refunded the difference. For

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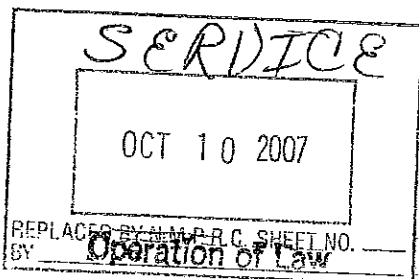
any extensions originating off of a line with money contributed toward construction by another cooperative member, within five (5) years of the completion date on the staking sheet all cost will be re-evaluated to fairly distribute cost to original consumer and new consumer alike. No adjustment will be retroactive beyond five-year completion date of the extension.

- c) For commercial or large industrial the cooperative will require a written contract for a suitable initial period which will justify and support the necessary investment and reservation of capacity required to render such power service.

F. ELECTRIC FACILITIES FOR SUBDIVISIONS AND LAND DEVELOPMENT:

Platted developments being subdivided for future potential residential homesites or building development will require a contribution-in-aid of construction to be made by the developer, to cover the total cost of the basic backbone primary system being installed. Future individual residential connections eventually made, including necessary transformers, service drops, etc. will be extended under the regular residential extension policy for that individual requesting the service. The developer is not entitled to any credit refunds. Those individual(s) who have purchased a tract from the developer and request service to that tract will be entitled to the construction credit.

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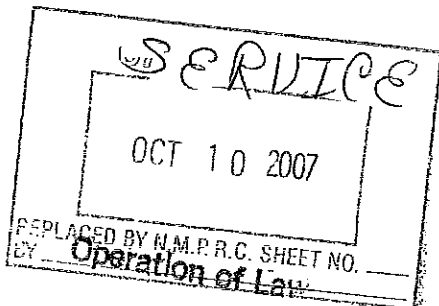
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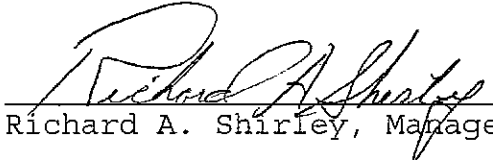
G. UNDERGROUND FACILITIES:

Where underground facilities are requested by application-land owner, underground service shall be provided, where practical, ditching, back filling and conduit, to the consumer's metering point. This will be done either by the owner, contractor or the Cooperative. If it is done by the owner or contractor, it will be per Cooperative's specifications. Construction shall not begin until consumers pay, in advance, an amount equal to the difference in the cost of underground facilities versus overhead facilities. The construction credit of \$3,000.00 will not be applied toward the cost of any underground line extension.

No overhead service shall be provided in established areas served by an underground system. The cooperative may agree to provide underground service from overhead distribution system provided such service is requested by all landowners involved. The landowners requesting the change shall first pay the total removal expense of the overhead distribution system, plus the total cost of the new underground system. Total removal expense shall be the original cost of the overhead facilities involved, plus the cost of removal, less salvatge value or material removed less depreciation.

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Modifications in service entrance or metering required for the land owner to accept underground service shall be entirely at the land owner's expense and it is the land owner's responsibility to complete the necessary modification.

H. SECURITY LIGHTS - PUBLIC & HIGHWAY LIGHTS:

The maximum investment, by the utility, per lighting installation shall be as described below. Investments in excess of listed amounts shall be paid by the consumers prior to installation.

SODIUM VAPOR

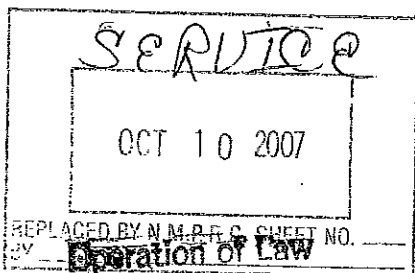
250 watt fixture - \$175.00	X
400 watt fixture - \$180.00	X

Condition of service and terms of payment shall be in accordance with the current rate schedule. Any consumer requesting lighting will be required to sign a ten (10) year contract. X

I. RELOCATION OF COOPERATIVE FACILITIES:

When the Cooperative is requested to relocate its facilities for the benefit and/or convenience of a consumer, the consumer shall reimburse the Cooperative for the total cost of work before construction begins. In the event the actual construction cost is different than the estimated cost the owner will be charged or refunded the difference.

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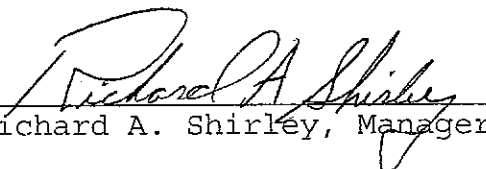
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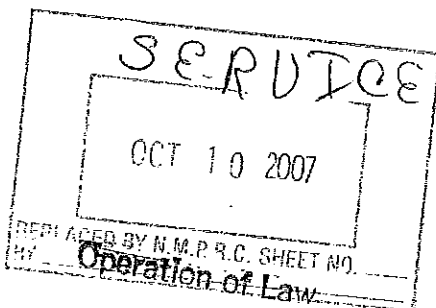
J. MOBILE HOME PARK:

A mobile home park is any property owned by one (1) party where two (2) or more mobile homes, travel trailers or spaces are located for the purpose of renting or leasing.

The owner requesting service will contract with the Cooperative and pay an advance-in-aid of construction for the total construction cost. In the event owner desires underground service the owner will install all necessary lines and appurtenances to each trailer space from the main disconnect for the mobile home park per Cooperative specifications. The Cooperative will own and maintain the service lines and appurtenances to each trailer space, except the meter loop. In the event the actual construction cost is difference than the estimated cost, the owner will be charged or refunded the difference. Each service will be metered and billed separately to the individual tenant and each individual will be responsible for payment of same. All existing mobile home park owners under previous extension policies will continue to be responsible for all collection of bills and submission of same.

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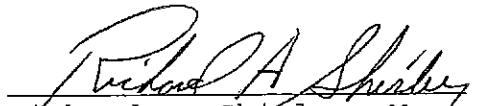
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The construction cost will be refunded to the owner at the
end of each calendar year by taking the annual revenue X
for said mobile home park less taxes and subtracting: X

1. power cost
2. fuel cost adjustment
3. operation and maintenance by using the latest December
31 RUS Form 7 as follows:
 - a) Part A, Line 19b Total Cost of Electric
Service minus
 - b) Part A, Line 3b Cost of Purchased Power Divided by
 - c) Part C, Line 3 Total Utility Plant times 100%

No refunds will be accrued or payable after five(5) years of
the date of the original agreement. In no case will the total
refund exceed the original advance-in-aid of construction.

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