

Rule No. 7

DEPOSITS

A. Amount to Establish Credit

1. Metered Service

- a. To establish credit by deposit, the amount for residential service requiring not more than one 5/8 x 3/4-inch meter will be \$25 when bills are rendered monthly or \$50 when bills are rendered bimonthly. (l)
- b. To establish credit by deposit, the amount for all other service will be twice the estimated average periodic bill when bills are rendered monthly or bimonthly, but in any event not more than twice the estimated bimonthly bill nor less than the amounts set forth above. (l)

2. Flat Rate Service

No deposit will be required, except as prescribed for temporary service in Rule No. 13.

B. Amount to Re-establish Credit

1. Former Customers

To re-establish credit for an applicant who previously has been a customer of the utility and during the last 12 months of that prior service has had service discontinued for nonpayment of bills, the amount will be twice the estimated average monthly or bimonthly bill to be rendered for the service requested.

2. Present Customers

To re-establish credit for a customer whose service has been discontinued for nonpayment of bills, the amount will be twice the average monthly or bimonthly bill to be rendered for that service.

C. Applicability to Unpaid Accounts

Deposits made under this rule will be applied to unpaid bills for service when such service has been discontinued.

D. Return of Deposits

Upon discontinuance of service, the utility will refund the balance of the customer's deposit in excess of unpaid bills for that service for which the deposit was made.

E. Interest on Deposits

Interest on deposit held will be paid by the utility at the rate of <sup>7/12</sup>~~7-1/2~~ percent per month (7% annually) upon discontinuance of service, or after the deposit has been held for 12 consecutive months, provided service has not been discontinued for non-payment. No interest shall accrue after mailing to the customer or to the customer's last known address the refund or a notice that the refund is payable.

(L)  
|  
(L)

(TO BE INSERTED BY UTILITY)

ISSUED BY

(TO BE INSERTED BY C.P.U.C.)

Advice Letter No. 506

D.P. STEPHENSON  
NAME

Date Filed DEC 19 1996

Decision No. 96-12-005

DIRECTOR-RATES & REVENUES  
TITLE

Effective JAN 1 1997  
Resolution No. \_\_\_\_\_