

CLARKSVILLE DEPARTMENT OF ELECTRICITY

Operating Policy No. 2-26

Subject: Aid-In-Construction Payments

Policy:

An aid-in-construction payment will be required for labor and/or facilities furnished by CDE as described in the Clarksville Department of Electricity Operating Policies and Schedule of Rules and Regulations. For charges that will exceed \$500, payment must be made prior to work being performed by CDE. An irrevocable letter of credit from a lending institute may be used to delay payment until the work is completed by CDE.

In cases where it is required to reimburse CDE for actual expenditures, including appropriate overheads, the customer shall make payment to CDE for the estimated cost of the work. Upon the closing of the work order by the CDE Accounting Department, CDE will refund to the customer the difference between the estimated cost and the actual cost in the event that the actual cost is lower than the estimated cost. If the actual cost exceeds the estimate, the customer will be invoiced for the difference between the actual and the estimated amount previously paid. The customer will be required to sign an agreement to accept the responsibility for payment.

Approved January 18, 1995