

# BLACHLY-LANE ELECTRIC COOPERATIVE

## Procedure 2355

### Section: Financial Management

### Subject: Collection of Franchise Fees

I. OBJECTIVE

To establish and ensure a fair, equitable and transparent policy for collecting franchise fees.

II. PROCEDURE

A. Oregon Revised Statutes allow cities to collect a franchise fee from electric cooperatives for the privilege of constructing, operating, and maintaining electric distribution systems within the city. For the purposes of this policy, the term "city" will include other entities that may impose franchise fees on BLEC.

B. Collection and payment to a city of franchise fees shall:

1. Be collected only from those cooperative members being served inside of the city's limits.
2. Be collected as a percentage of the revenue paid by each member to BLEC for electric or other services rendered.
3. Be collected at the same percentage rate from each member.
4. Include revenue from pole contacts by foreign utilities within the city's limits in the fee calculation.
5. Be identified separately as a city franchise fee on any bill sent to a member inside of the limits of the city imposing the fee.

III. RESPONSIBILITY

The administration of this procedure is the responsibility of the General Manager

APPROVED by



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General Manager

FOUNDATION DATE: 12-21-11  
DATE LAST AMENDED: 11-15-13  
REVIEW SCHEDULE: As Needed