



AVERAGE PAYMENT AGREEMENT

Member Name: _____

FOR OFFICE USE ONLY

Account Number: _____

Estimated Annual Bill \$ _____

Phone number: _____

Initial Average Monthly Payment \$ _____

Mailing Address: _____

Approved By: _____

City: _____ State: _____ Zip _____

Date: _____

The typical family's usage of electricity varies from month to month resulting in a wide range of electric bills. As a convenience to members/customers who so desire, Magic Valley Electric Cooperative, Inc. is offering an Average Payment Plan. This will allow the Member to make monthly payments based on the average of the electric service used in the previous twelve months. The requirements for entering into this agreement are as follows:

Average Billing Payment

Magic Valley Electric Cooperative, Inc., hereinafter called "the Cooperative," will determine the Average Payment by the following procedures:

- The Members initial monthly payment will be based on the average of the Member's electric service bill for the 12 months preceding the date of this Agreement.
- Account balances will be reviewed in October of each year. At that time, the average payment will be recalculated based on the average of the Member's electric service used during the preceding 12 months. If the Member has paid less than the actual billing for the previous year the difference will be included in the new average payment. If the Member had paid more than the actual billing for the previous year the difference will be credited to the Member's account or, if requested by Member, will be refunded.
- The payment amount may be changed quarterly should it become evident that the average payment is more or less than is required to cover the actual electric service used by member.
- The minimum average payment will not be less than \$50.00 per month or \$600.00 per year.

Billing Procedure

The Member will be billed monthly and all other billing procedures will still apply. All amounts due under the average payment billing shall be paid by the Member when due in accordance with the Cooperative's standard billing practices.

Late Payment

The average payment is due upon issuance of each month's bill and is to be paid no later than 16 days after issuance (if such day falls on a weekend or holiday, by the next working day). If payment is not received before the due date, the

Cooperative has the right to declare all unpaid charges immediately due, payable and may terminate the Agreement.

Discontinuation of Service

This Agreement may be discontinued by either the Member of the Cooperative ten (10) days written notice. For Members required to read their own meters, failure to submit two consecutive readings shall immediately terminate this Agreement. If the Member moves or electric service is discontinued for any reason, the total amount owed to the Cooperative according to actual electric service usage shall become due and payable immediately.

Eligibility

The accounts entering in the Average Billing Plan shall be limited to Members with membership in their name taking service under the Cooperative's Residential and Farm Service tariff. During the most recent 12 months, the Member must have occupied a permanent residential dwelling continuously connected to the Cooperative's electric system through a single meter wired for the Member's individual use.

Payment record

The Average Payment Plan will be offered to Members who have had no delinquent payments in the previous 12 months.

Statement Balance

Each Member's account must have a zero balance before the Average Payment Plan will begin.

Terms & Conditions

- The Cooperative reserves the right to revise this plan any time it becomes necessary because of Cooperative policy changes or by changes from the Public Utility Commission of Texas.
- This average Payment Plan will start with the _____, 20____ billing statement in the estimated amount of \$_____.
- This Agreement will continue automatically unless discontinued by either party.

I certify that I have read the terms of this contract and meet all of the above requirements. I would like my account to be billed under the Average Payment Plan. I understand this contract is invalid 30 days after the issue date, if not signed.

Magic Valley Electric Cooperative, Inc.

Cooperative's Approval

Member's Signature

Date

Date