

Magic Valley Electric Cooperative, Inc.
AVERAGE PAYMENT AGREEMENT

Member's Name: _____ Account #: _____

Mailing Address: _____ City/State: _____ Zip Code: _____

Home Telephone #: _____ Work Telephone #: _____

FOR OFFICE USE ONLY

Estimate Annual Bill : \$

Initial Average Monthly Pmt: \$ Date:

Approved By:

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 (12) months. The requirements for entering into this agreement are as follows:

1. **Average Billing Payments.** Magic Valley Electric Cooperative, Inc., hereinafter call "the Cooperative," will determine the Average Payment by the following procedures:
 - a. The member's initial monthly payment will be based on the average of the Member's electric service bills for the twelve (12) months preceding the date of this Agreement.
 - b. 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 twelve (12) months. If the member has paid less 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.
 - c. 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.
 - d. The minimum average payment will not be less than fifty dollars (\$50.00) per month or six hundred dollars (\$600.00) per year.
2. **Billing Procedure.** The Member will be billed monthly. All other billing procedures will still apply. All amounts due under the average payment billing shall be paid by Member when due in accordance with the Cooperatives standard billing practices.
3. **Late Payment.** The average payment is due upon issuance of each month's bill and is to be paid no later than sixteen (16) days after issuance, or if such day falls on a weekend or holiday, by the next working day. If payment is not received by the due date, the Cooperative has the right to declare all unpaid charges immediately due and payable and terminate this Agreement.
4. **Discontinuation of Service.** This Agreement may be discontinued by either the Member or the Cooperative upon ten (10) days written notice. For Member required to read their own meter, failure to submit two consecutive readings shall immediately terminate this Agreement. If the Member moves, or electric services discontinued for any other reason, the total amount owed to the Cooperative according to actual electric service usage shall become due and payable immediately.
5. **Contract Limited to Residential Members.** The accounts entering into 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 twelve (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.
6. **Pay Record.** The Average Payment Plan will be offered to Members with no delinquent payments in the previous twelve (12) months.
7. **Statement Balance.** Each Member's account must have a zero balance before the Average Payment Plan will begin.
8. 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.
9. This Average Payment Plan will start with the _____, 200__ billing statement in the estimated amount of _____.
10. This Agreement will continue automatically unless discontinued by either party.

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

Magic Valley Electric Cooperative, Inc.

Cooperative's Approval

Member's Signature

Date

Date

Please mail to:
Magic Valley Electric Cooperative, Inc.
P.O. Box 267
Mercedes, TX 78570