

Southwest Mississippi Electric Power Association
Variable Monthly Payment (VMP) Plan

Availability: Southwest Mississippi Electric Power Association shall make a Variable Monthly Payment Plan (VMP) available to all residential members who meet the following qualifications:

1. A member who elects to participate in the Variable Monthly Payment Plan shall have an application approved by the Cooperative, twelve (12) months billing history for the member at the location, and the account should be in current status. Current status of the account shall mean the current billing should not be past due, there shall be no unpaid balance existing on the account, and the previous credit history of the applicant for the Variable Monthly Payment Plan is satisfactory to the Cooperative.

2. Participation in a Variable Monthly Payment Plan will have no effect on the company's approved rate schedules or other billing charges used to calculate the customer's actual monthly billing.

3. Actual billing will continue to be based upon the applicable rate and meter readings obtained to determine consumption. The VMP amount will be identified as a separate item on the electric service bill so that the participating member will know the amount to pay. The actual billing will also be reflected on the bill as a separate item for the customer's information. The unpaid balance referred to as "balance prior" will appear on the bill. At such time as a variable monthly account becomes delinquent, the Cooperative will follow the same collection procedures as for any other residential account.

4. Calculation of Variable Monthly Payment Plan – VMP plan is based on the previous eleven (11) months billing plus the current usage.

5. The difference between the actual billing and the variable payment under the VMP plan will be carried in a deferred balance that will accumulate both debit and credit differences for the duration of the VMP plan. The balance will be shown separately on the member's monthly bill.

I understand the variable monthly payment plan amount will be recalculated monthly and may fluctuate according to usage. I agree to pay Southwest Mississippi Electric Power Association the variable amount due on my bill to be paid by the due date indicated.

I further understand that if my account is disconnected for non payment or becomes delinquent to the point that it is collected on twice during a 12 month period, the agreement is cancelled and the full balance will be due.

I, the undersigned, do agree that I have read this contract and agree to fulfill my obligation to Southwest Mississippi Electric Power Association as stated above.

Signed by Member

Printed name of Member

Date

Member Account No: _____

Date Requested: _____

Agreement Secured By: _____