

NAME OF UTILITY           CHOCTAWHATCHEE ELECTRIC COOPERATIVE, INC          

TERMS OF PAYMENT

TERMS OF PAYMENT – Bills for service will be rendered monthly by the Cooperative to the member and shall be considered due when rendered. All accounts for which payment has not been received by the date printed on the bill shall be deemed late and subject to a reminder notice. Non-receipt of a bill does not constitute release from liability for monies due as it is the member's responsibility to furnish the Cooperative with a valid current mailing address.

If a member's account becomes delinquent for non-payment of a final bill, all cost incurred in the collection of the account including, but not limited to attorney's fees, court cost and fees charged by a collection agency, shall be paid by the member.

Current monies due the Cooperative shall be net, late payments shall be gross. Gross bills being ten (10) percent higher on the first \$25.00 of the bill and two (2) percent higher on the remainder of the bill.

Issued by: James E. Smith  
Executive Vice President  
And General Manager

Effective: August 1, 2007