



THE CITY OF BANNING LEVEL PAY PLAN PROGRAM

The Level Pay Plan provides a method of billing utility customers in equal monthly installments based on their average annual billing. Customers may choose to utilize the Level Pay Plan in order to equalize the effects of increased utility bills that arise during periods of peak consumption. This allows customers to budget better because they know what their monthly payment will be.

This program is provided as an example of the City's overall mission to provide excellent customer service to the citizens of Banning. Participation in the plan is subject to the terms and conditions set below.

Terms and Conditions:

Eligibility: Residential customers must have had Utility service in their name with the City of Banning for at least 13 months. Their account must currently be in good standing. Customers must have an acceptable payment history (no more than one delinquency within the past 12 months, with no delinquencies in the last three months; no returned checks in the past 12 months; and no disconnects for unpaid bills in the past 12 months). The account must be paid in full before enrollment in the Level Pay Plan. Customers may apply for enrollment in the Level Pay Plan at any time.

Customers on a **"cash only"** basis are not eligible for the Level Pay Plan.

Level Pay Plan: The customer's total Current Charges for the previous 12 months are divided by 11. This amount becomes the Level Pay Plan payment amount for the next 11 months. Any adjustments to the account will be in addition to the Level Pay Plan amount and are due in the period billed. In the 12th month of the Plan the difference between the actual monthly utility costs and the amounts paid under the Level Pay Plan will be calculated, and a settlement bill generated, showing either payment due or a credit on the account. Customers will automatically continue on the Level Pay Plan at the successful completion of the prior 12 month period. At renewal, a new Level Pay Plan amount will be calculated as described below (Level Pay Plan Amount Adjustment).

Level Pay Plan Amount Adjustment: Due to yearly fluctuations in usage patterns, the Level Pay Plan amount may require periodic adjustment to avoid unduly large credit or debit settlement charges in the 12th month. Manual adjustments may be required in cases where the City has made changes to the customer's services, such as adding, deleting or adjusting metered or non-metered services. All Level Pay Plan accounts will be automatically reviewed in the 6th and 12th months using the method of calculation described in the Level Pay Plan. If the newly calculated amount is 15% higher or lower than the current Level Pay Plan amount or if the customer is beginning a new 12 month period, the new amount will be used.

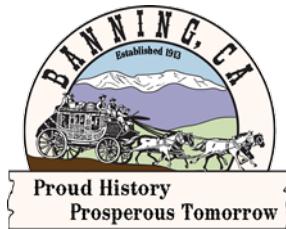
Customer Termination of Level Pay Plan: The customer may choose to terminate participation in the Level Pay Plan at any time by submitting a dis-enrollment form to the City's customer service department. At the next billing cycle the customer's account will be placed on regular monthly billing. The difference between the actual monthly utility costs and the Level Pay Plan amounts to date will be determined. A settlement amount of either a debit or a credit will be added to (or subtracted from) the customer's current charges and will be due and payable at the same time as the customer's current charges. If the customer has a debit or credit balance upon separation from the Level Pay Plan, the debit or credit will be applied to the customer's account. If the customer moves or discontinues service with the City of Banning, a closing settlement bill will be produced showing an amount due or credit. Final billing credit amounts are processed in accordance with established Utility Billing procedures. A customer terminating participation in the Level Pay Plan may re-enroll after six months of regular monthly billing.

Termination for Cause from the Level Pay Plan: A customer will be terminated from the Level Pay Plan by the City if the account becomes delinquent (customer has not paid the Level Pay Plan amount in accordance with existing Utility payment requirements). Customers will be automatically terminated from the Level Pay Plan for a returned check unless documented in writing as a bank error. In addition to the aforementioned causes, the City reserves the right to cancel, at any time, the Level Pay Plan in its entirety at its discretion. After termination, at the next billing cycle the customer will be returned to regular monthly billing. The difference between the actual monthly utility costs and the Level Pay Plan amounts to date will be determined. A settlement amount of either a debit or a credit will be added to (or subtracted from) the customer's current charges and will be due and payable at the same time as the customer's current charges. If the customer has a debit or credit balance upon termination from the Level Pay Plan, the debit or credit will be applied to the customer's account.

The customer will be ineligible for re-enrollment to the Level Pay Plan for a period of 12 months.

Reconnection of Utility Services for Level Pay Plan Customers: If a customer has been disconnected for nonpayment of Level Pay Plan amounts or for a returned check, the settlement amount due plus any reconnection charges must be paid before service is reconnected. Upon reconnection, the customer will be placed on regular monthly billing.

To enroll in the Level Pay Plan, please complete the attached Enrollment for the Level Pay Plan form and return it to the City of Banning Utility Billing Department at 99 E. Ramsey Street, Banning, CA 92220.



Proud History
Prosperous Tomorrow

CITY OF BANNING
ENROLLMENT APPLICATION FOR THE LEVEL-PAY-PLAN PROGRAM

Dear Valued Customer:

You have indicated your interest in signing up for our Utility Level Pay Plan. Prior to starting the Level Pay Plan, your account must be paid in full and a signed original of his enrollment form must be on file in our office.

Attached to this enrollment/authorization form is a copy of the City of Banning Level Pay Plan Program. Please be sure to read the information carefully, and if you agree with the terms and conditions, completely fill out the form below. You may either mail or drop off the completed form to the Utility Billing Department at the City of Banning, 99 E. Ramsey Street (P.O. Box 985) Banning, CA 92220.

Please keep the Level Pay Plan Program description for your reference. Should you have any questions, please do not hesitate to contact the Utility Billing Department at (951) 922-3185. Office hours are Monday through Thursday from 8:00a.m. - 5:00p.m.

Customer Account Number: _____

Customer Name: _____

Service Address: _____

Home Phone#: _____ Work Phone#: _____

Email Address (Optional): _____

By signing below, I certify that I have read the Level Pay Plan Program and that I agree to the Terms and Conditions outlined therein. I authorize the City of Banning Utility Billing Department to bill my account in accordance with the Level Pay Plan.

Signature: _____

Office Use Only:			
Date Received:	Date Processed:	Calculated LPP Amount:	Processed By: