

WELLS RURAL ELECTRIC COMPANY

Adopted: June 18, 1985

Revised: September 18, 2018

Reviewed: August 21, 1998

RULE NO. 12

ESTABLISHMENT AND RE-ESTABLISHMENT OF CREDIT

A. Establishment of Credit

Each applicant, before receiving service, will be required to satisfactorily establish his credit, which will be deemed established:

1. A cash deposit to secure payment of bills for the service as prescribed in Rule No. 13; or
2. Should the applicant agree to provide required information to run a credit check. The company can verify applicants credit utilizing a third party vendor. Then, based on the provided delinquency risk results, the company will proceed as follows: A \$200 deposit is required if the assessment result is high risk, a \$100 deposit is required for moderate risk and a deposit would be waved for any applicant that returned as a low risk.

B. Re-establishment of Credit

1. An applicant who previously has been a member/owner of the company and during the last 12 months of that prior service has suffered discontinuance of electric service because of nonpayment of bills, he/she may be required to re-establish his/her credit by depositing the amount prescribed in Rule No. 13 for that purpose.