

MACON ELECTRIC COOPERATIVE

Ground Source Heat Pump Loans

The intent of this policy is to establish qualifications and procedures for a Cooperative loan program.

Loans shall be available only to members receiving electric service from Macon Electric Cooperative.

Loans shall not be acted upon until all necessary documents have been completed and submitted to Macon Electric Cooperative. The final approval of these loans will be made by the Board of Directors.

Loans may be provided to finance the cost of materials and labor for ground source heat pumps.

Loans made by Macon Electric Cooperative shall be 5% per annum on the unpaid balance of the loan and for a maximum of 96 months. Any unpaid balance may be paid, at any time, without penalty and any unearned finance charge will be refunded.

Loans shall not exceed the lesser of \$7,500 per member or 90% of the installation cost. If the loan amount is \$3,000 or less a Deed of Trust is not required to be filed.

Loans must be adequately secured.

No loan funds shall be advanced to the borrower without assurance that the work has been properly completed.

Both spouses' signatures are required on all loan documents.

Financing, filing, and recording fees shall be paid by the borrower.

Any installment not paid within 10 days of its due date, shall be subject to a late charge of 5% of the payment, not to exceed \$5.00, for any such late installment.

Revised July 28, 2009
Established July 22, 1997