



Surge Guard Agreement



This Agreement is between Volunteer Energy Cooperative, Inc. (VEC) and (Authorized Account Holder) _____ (Please Print) hereinafter referred to as "Customer". VEC and Customer agree to the following terms relating to Customer participation in the VEC Surge Guard program:

INSTALLATION: A meter base surge protector will be installed by a VEC installation technician at the electric meter enclosure (behind the electric meter) at Customer's residence. Customer agrees to pay \$25 for installation of this surge protector. The fee may be waived if the installation occurs at the time a meter is set for a new home, if installation is due to VEC change-out of the surge protector, or for other conditions that VEC deems appropriate. One plug-in surge protector will also be provided. The meter base and plug-in surge protector provided as part of the Surge Guard program remain the property of VEC. Customer agrees to take reasonable care of these devices and report any service needs to VEC in a timely manner.

MONTHLY FEE: The Surge Guard system will be provided to the Customer for a monthly fee of **\$5.95**, as presented on the Customer's electric bill. This fee covers the lease of both the meter base surge device and one plug-in device. Based upon VEC's investment in securing and installing this system, Customer agrees to remain on the program for **at least 36 months**. Should Customer wish to discontinue participation in the program, the Customer agrees to immediately pay the balance of the remaining contract at the time their participation in the Surge Guard program is discontinued. Any leased plug-in devices should be surrendered at the time the Surge Guard program is discontinued by the customer.

LIMITED WARRANTY: The meter base surge protector is manufactured by PEMCO, Inc. (PEMCO) and is covered by the PEMCO Limited Warranty as defined on the reverse side of this form. This Limited Warranty is solely between Customer and PEMCO and provides for repair or replacement under specific situations where BOTH the Customer's equipment AND the surge protector are damaged from the same transient surge as defined in this Limited Warranty. Customer acknowledges that there can be situations where an electrical device in their home simply quits working. The simple act of turning a device on or off can cause the device to quit working and quite often a repair facility may diagnose the problem as "surge damage" even though there may be no way to prove this diagnosis. Regardless of whether or not the electrical device is diagnosed as having sustained "surge damage" by a repair center; Customer understands that if the meter base or plug-in surge protector are still working (indicator lights "on"), then the connected equipment failed for a reason other than an electrical surge passing through the meter base and/or plug-in surge protector. **I have read and understand these terms and the PEMCO Limited Warranty on the reverse side of this form** _____
customer initials

SINGLE POINT GROUNDING: Customer understands that "single point grounding" where the telephone service and cable TV/internet service and/or satellite dish systems are all bonded to the Customer's electrical ground at the point where they enter the home is very important and is required by the National Electric Code (NEC) Article 250. VEC service personnel will visually inspect Customer grounding at the time of installation of the meter base surge protector and will make every effort to note situations where one or more systems are not bonded to the electrical ground. Customer waives liability and agrees to contact an electrician or their telephone or cable TV/Satellite supplier to request correction of any grounding issues. VEC personnel, at their discretion, may proceed with the installation of the meter base arrester with the understanding that the customer will take steps to correct "single point ground" issues.

SERVICE NOTES

Electrical Ground Exists? Yes No Telephone Service Bonded? Yes No Cable TV and/or Satellite System Bonded? Yes No

Service Notes: _____ VEC Field Technician _____

Customer understands that sensitive electronics benefit greatly from the timely installation of the plug-in surge protector and that any telephone or cable/satellite line(s) connected to their electronic equipment must also be connected through the VEC plug-in surge protector for proper protection of electronic equipment. Additional plug-in surge protectors can be purchased from VEC for protection of other sensitive electronics in Customer's home.

Customer is advised to check the indicator lights on the meter base surge protector and plug-in surge protector and to contact VEC if the indicator light is not illuminated on the surge protection device. All installation work and service to this equipment will be carried out through normal business hours and as soon as possible.

VEC Account # _____ MSA # _____

Name: _____

Address _____

City _____ State _____ Zip _____



I have received program information in writing and agree to all terms and conditions. I have received a plug-in device and agree to have a protection device installed at my electric meter.

Signature/s of Customer/s _____ Date _____

Signature/s of Customer/s _____ Date _____

Processed by: _____ Date: _____
Notes: _____

PEMCO LIMITED WARRANTY

Purchaser:

This Warranty is extended to the original purchaser ("Purchaser") of PEMCO products for home use in the United States. This Warranty is not transferable or assignable without the prior written permission of PE Manufacturing Company ("PEMCO").

Surges:

PEMCO defines a voltage surge ("Surge") to be a voltage impulse lasting less than 1/1000 of a second as defined by IEEE-ANSI standard C62.41. Normal electric system power fluctuations, power loss, temporary over voltage, under voltage, loss of neutral and electrical system malfunctions are not surges.

Warranty & Term:

PEMCO surge protection products are warranted at time of shipment to be free of defects in materials and workmanship when installed in accordance with PEMCO's installation instructions. PEMCO shall, in complete fulfillment of its liabilities under this warranty and if given prompt notice by Purchaser, correct, by repair or replacement at PEMCO's option, FOB its factory, any product that shall appear in PEMCO's sole judgment to be defective under proper and normal use. PEMCO shall not be liable for costs of equipment removal, costs of transporting equipment to be repaired or replaced to PEMCO, reinstallation of equipment, or any other cost incidental to any of the foregoing.

Should a defect in materials or workmanship allow Surge damage to a PEMCO surge protector and, **at the same time**, damage Purchaser's owned equipment properly connected to the damaged PEMCO surge protector, PEMCO will at its option repair or replace the Purchaser's owned equipment within limitations as defined herein. PEMCO in its sole and reasonable judgment will reimburse the company that supplied the PEMCO product and the company shall reimburse the Purchaser.

Damage from power problems other than Surges is not covered.

White appliances such as refrigerators, washers, dryers, and cooking appliances that are protected by a PEMCO meter arrester and are damaged by the same Surge that damages the meter arrester, which is also judged by PEMCO to be defective in materials or workmanship, shall be repaired or replaced at PEMCO's option. PEMCO will reimburse the purchaser for repairs that are in PEMCO's sole opinion reasonable and fair. In no case will purchaser be reimbursed for more than \$500 per appliance or a single event total limit of \$5000.

Electronic appliances protected by a PEMCO wall receptacle plug in suppressor and damaged by the same Surge that damages the PEMCO wall receptacle suppressor, which is also judged by PEMCO to be defective in materials and workmanship, shall be repaired or replaced (fair market value) at PEMCO's option. PEMCO will reimburse the purchaser for repairs that are in PEMCO's sole opinion reasonable and fair. In no case will purchaser be reimbursed for more than \$250 per single outlet suppressor or \$500 per multi-outlet suppressor with an event total limit of \$5000. Repair or reimbursements are limited to a maximum of \$10,000 lifetime payout per utility customer.

The term of this warranty is for a period of ten (10) years from the date of shipment of the product from PEMCO. REPAIR OR REPLACEMENT OF A DEFECTIVE PRODUCT DOES NOT EXTEND THE ORIGINAL WARRANTY TERM.

Items Not Covered By Warranty:

THIS WARRANTY DOES NOT COVER DAMAGE OR DEFECTS CAUSED BY: shipping, dropping, misuse, improper application, incorrect or inadequate electrical connections including loose or 'missed' meter enclosure or arrester jaws during insertion, negligence, inappropriate on-site operating conditions, electrical over voltages, corrosive atmosphere, tampering, alterations, exposure to elements, Acts of God, installation contrary to PEMCO's recommendations, or in any event if the PEMCO serial number has been altered, defaced, or removed.

Damage from power problems other than Surges is not covered.

PEMCO shall be the sole judge of damage to a PEMCO product. Only Surge damage, as defined by PEMCO in this document, is covered by the Warranty. If the indicator light on the PEMCO product is illuminated, then the product is functioning and is not defective, therefore any potential warranty claim is not valid. Purchaser will not be reimbursed when a Surge has bypassed the PEMCO surge protector and entered the Purchaser's equipment through another pathway. Outdoor air conditioning units and well pumps are not covered.

Warranty Claims Procedure:

Within a reasonable time, but in no event more than thirty (30) days after Purchaser's discovery of a possible defect, Purchaser shall contact the supplier of the PEMCO product and request a return authorization number. Purchaser shall ship the product with proof of purchase and written description of alleged defect, freight prepaid, to PEMCO. Products shipped to PEMCO without a return authorization number will be refused and returned freight collect at Purchaser's expense. Products shipped by Purchaser to PEMCO that have incurred freight damage due to Purchaser's improper packaging of the product will not be covered by this Warranty. Warranty coverage will be valid only after PEMCO's inspection of the product reveals a defect covered by this Warranty. Subject to the limitations herein, PEMCO will repair or replace the nonconforming product without charge for labor or materials.

Limitations:

THIS WARRANTY IS IN LIEU OF AND EXCLUDES ALL OTHER WARRANTIES EXPRESS OR IMPLIED, INCLUDING THE IMPLIED WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE. PURCHASER'S SOLE AND EXCLUSIVE REMEDY IS REPLACEMENT OF THE PEMCO PRODUCT AS SET FORTH HEREIN. IF PURCHASER'S REMEDY IS DEEMED TO FAIL OF ITS ESSENTIAL PURPOSE BY A COURT OF COMPETENT JURISDICTION, PEMCO'S RESPONSIBILITY FOR PROPERTY LOSS OR DAMAGE SHALL NOT EXCEED ONE TIMES THE NET PRODUCT PURCHASE PRICE. IN NO EVENT SHALL PEMCO ASSUME ANY LIABILITY FOR INDIRECT, SPECIAL, INCIDENTAL, EXEMPLARY OR CONSEQUENTIAL DAMAGES OF ANY KIND WHATSOEVER, INCLUDING, WITHOUT LIMITATION, BODILY INJURY TO PERSONS, LOST PROFITS, BUSINESS INTERRUPTION, OR LOSS OF DATA, WHETHER ANY CLAIM IS BASED UPON THEORIES OF CONTRACT, NEGLIGENCE, STRICT LIABILITY, TORT OR OTHERWISE.

Miscellaneous:

No distributor, representative, salesperson, employee or agent of PEMCO is authorized to add to or vary the terms of this Warranty. This Warranty is effective as of the date of PEMCO receipt of full payment for the PEMCO product and supersedes all previous warranties. PEMCO reserves the right to supplement or change the terms of this Warranty in any subsequent warranty offering to Purchaser or others. This warranty effective date is 4-30-2012.

In the event that all or any part of any provision of this Warranty should be or becomes invalid or unenforceable during the Warranty period, the remaining part of the provision and the other provisions herein shall continue in full force and effect. This Warranty is given in and is to be construed under the laws of the State of Florida. If the indicator light on the PEMCO product is functioning, the product is considered operational and warranty shall not apply.

This Warranty represents the full, final and entire agreement between PEMCO and Purchaser with respect to the subject matter herein and supersedes all prior or contemporaneous oral or written communications, representations and understandings relating to this subject.