

A monthly publication for member/owners of Eastern Illini Electric Cooperative

May 2013

Inside:

Bill Date:	Service address: 1	234 1st Street	Service dates: 3/27/13 to 4/2	26/13				
4/27/2013								
Rate: 1	Metering Inform	ation	Billing Information	Billing Information				
	Current kWh reading	75156	Distribution	kWh	Rate	Amount		
Account number:	Previous kWh reading	g 74012	Base			40.00		
123456789	Meter multiplier	1 .	Delivery	1000	.03767	37.67		
Meter number:	Total kWh used	1144		144	.01767	2.54		
111111111	kWh used last year	1046	Rate adjustment	1144	0	0		
			Electric Supply					
	Peak kW demand	10.640	Energy	1144	.03432	39.26		
			Transmission	1144	.01443	16.51		
			Generation investment	1000	.04647	46.47		
				144	.02647	3.81		
			Power cost adjustment	1144	0	0		
			Tax					
			Public utility tax	1144	.0032	3.66		
			Electricity Subtotal					
			Other					
			Security light rental			13.00		
			Total Cu	202.92				

Page 2 New bill format explained

PLUS:

Definition of terms from your new bills Attend your Annual Meeting on June 13 in Paxton

Updated website unveiled

Our new website (www.eiec.coop) is now available! The site makes it easier to find the information you are looking for.

Whether it is a link to SmartHub (our online account management tool) or the latest in energy efficiency tips, our website helps keep you energized about electricity - and your cooperative.



Unbundled bills offer better transparency

This month's electric bill has a new format, designed to give you more information.

You probably noticed a new bill format in the electric bill you received along with this newsletter.

I've been discussing these changes with you for several months, so I thought now would be a great time to recap everything.

For the last few years, alternate retail energy suppliers (ARES) have been targeting customers of the two investor-owned utilities in Illinois to try to sell them energy.

Most of you probably received those solicitations as well - inadvertently.

Currently there is excess electricity available in the marketplace because demand is much lower than the supply. That has temporarily brought wholesale electric prices down a bit and allowed the ARES to offer seemingly low rates.

What they don't always tell you, though, is their rates are ONLY for the actual energy portion of the electric bill. There are many other components of the bill.

We realized that it was difficult to understand that when our old bill format lumped everything together. Your new bill format unbundles both our distribution costs and the electric supply portion so you can get a better feel for where and how - your electric dollars are being spent each month.

Your old bills had a facility charge and a lumpedtogether energy charge. We have



MESSAGE FROM THE PRESIDENT

changed the name of the facility charge to base charge, and then broke out the energy portion to better show you the various pieces involved in getting you safe and reliable electricity each month.

Our electric distribution system accounts for about 40 percent of your monthly bill. The distribution portion includes the base charge and delivery.

About 60 percent of our expenses come from our wholesale power provider for our electric supply. Your new bill will further break that out by showing you the actual energy charge, along with transmission and our long-term investment in power supply.

Please remember that there are no new charges on the bill - you have been paying for all of these items all along. They are now just easier to see.

Read pages 2 and 3 of this newsletter to get a detailed explanation of everything on your new bill.

Respectfully,

Dave Champion

New unbundled bill format sample

123456789 oup	: 3119		2099			Page 1 of 1	
	astern Illini		1679			Account Number	
e e	Electric Cooperative		1259			123456789	
•	PO Box 96		420				
Paxto	on IL 60957-0096		0	╸╸╸╸	╇╇╇╇	Avg kWh 1350	
MEMBER SV	S: 800.824.5102; PMTS: 88	8.836.2352 or <u>www.eie</u>	ND	Ј	ASON	1550	
Statement-A	t-A-Glance		Previous Bi Late Charg Adjustment	es	\$190.80 \$0.00 \$0.00		
EIEC Memb	er/Owner	4 4487	Payment - Previous C		\$-190.80 \$0.00		
1234 1st St Anywhere,	reet C-	Current Ch	arges Electric	\$202.92	6202.02		
Allywhere,			Amount Du	ie		\$202.92	
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	You should notice a new b	ill format and an adjus erLines newsletter to g					
		er Ennes newsietter to g	et more information a	bout these changes.			
Touchstone Energy	9						
Bill Date:	Service address: 1234 1	st Street	Service dates: 3/27	7/13 to 4/26/13			
4/27/2013 Rate: 1	Metering Information		ng Information				
Account number:	Current kWh reading Previous kWh reading	75156 1 Distri 74012 Base		kWh Rate	Amount 40.00		
123456789	Meter multiplier	1 Deli	very	1000 .03767	37.67		
Meter number: 11111111	Total kWh used kWh used last year	1144 1046 Rate	e adjustment	144 .01767 1144 0	2.54 0		
11111111		2 Electr	ic Supply		Ū		
	Peak kW demand	10.640 Ener	rgy Ismission	1144 .03432 1144 .01443	39.26 16.51		
			eration investment	1000 .04647	46.47		
		Pow	ver cost adjustment	144 .02647 1144 0	3.81 0		
		3 Tax			2.66		_
		Pu	ıblic utility tax Electrici	1144 .0032 ity Subtotal	3.66 189.92		_
	4 Other Security light rental 13.00						
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		Master Acct Invoic		us Charges Due	-	\$0.00	
		123456789		it Charges By 5		\$202.92	
		count # Amt Du	e Delinq	uent After 5	/17/2013	\$202.92	
		\$456789 \$202.92	2 Total /	Amount Due		\$202.92	
EASTERN ILLINI ELECTRIC COOP PO BOX 84							278
	EIEC Member/Owner		POBO		MEN		
1234 1st Street Anywhere, IL 60957			4-nd-4-dim Medica da a da a da da da da da da da da da d				
			12345			00019971 2	

Understanding the components of your newly unbundled electric bill

Billing Information

1 Distribution

The distribution section recovers the fixed costs we incur in providing you access to the electric system. These costs include: facilities; poles; wires; transformers; substations; vehicles; service personnel; equipment maintenance; and other equipment that helps us maintain a safe and reliable distribution system. Also included are operating margins, metering, accounting, billing, member services and administrative personnel.

The *Base* amount is a set monthly charge, similar to a monthly access fee you might pay for your phone service. It represents most of the fixed costs that we incur, even if you don't use any electricity.

The *Delivery* component covers the balance of our fixed distribution costs and varies based on your kilowatt/hour (kWh) use (or kW demand for some three-phase accounts).

The *Rate adjustment* is a placeholder that will eventually allow us to make small changes to our rates on an annual basis, if financial considerations from the previous year require it. If these small changes are required, they must be approved by our board of directors and they will remain in place for the entire year. This charge could go up or down and should replace major rate increases every few years. We do not expect to use this line item in 2013.

2 Electric Supply

The *Energy* portion recovers the actual cost of the electricity that you use. We receive electricity from our wholesale power provider, Prairie Power, Inc. (PPI). PPI is made up of ten Illinois electric cooperatives (including EIEC) that banded together to increase our collective buying power.

The *Transmission* portion of your bill consists of the costs we pay to get electricity from power plants over high-voltage electric lines to the 25 substations on our distribution system. It is charged by the owners of the transmission lines.

The *Generation investment* is based on your kWh use and represents our long-term investment (through PPI) in the Prairie State Energy Campus and other smaller power plants. This investment has enabled us to secure 30 years of stable energy pricing and will certainly help shield us from potential increases in the cost to produce electricity.

The *Power cost adjustment* (PCA) is the difference between the actual cost of the electricity we get from PPI and our projected costs. The PCA varies each month, and could be a negative amount, which would give you a bill credit.

3 Tax

The **Public utility tax** is administered by the State of Illinois and applies to each kWh of electricity that you use.

4 Other

This section of your bill could include your security light rental, load management credits, service upgrades, deposits, adjustments, equipment loans and other miscellaneous charges.

5 Metering Information

The *Current and Previous kWh readings* are the main way we figure out how much electricity you used during the billing period. Most of our meters measure your use one kWh at a time, while some types of meters use the meter multiplier to calculate your actual kWh use.

The *Total kWh used* field shows how much electricity you used during the billing period, in terms of kWh. The *kWh used last year* field shows a comparison between your current kWh use and the use during a similar billing period from the previous year.

The *Peak kW demand* reflects your highest kilowatt demand during any 15-minute segment of the billing period. This reading basically shows the largest amount of electricity you are using at any one time during the billing period.

Eastern Illini's ANNUAL MEETING

Thursday, June 13 3 p.m. to 7:30 p.m. PBL Junior/Senior High Paxton, Illinois

\$25 BILL CREDIT ACTIVITIES FOR KIDS FREE MEAL ELECT BOARD MEMBERS ENGAGING SEMINARS LEARN ABOUT YOUR NEW RATES

