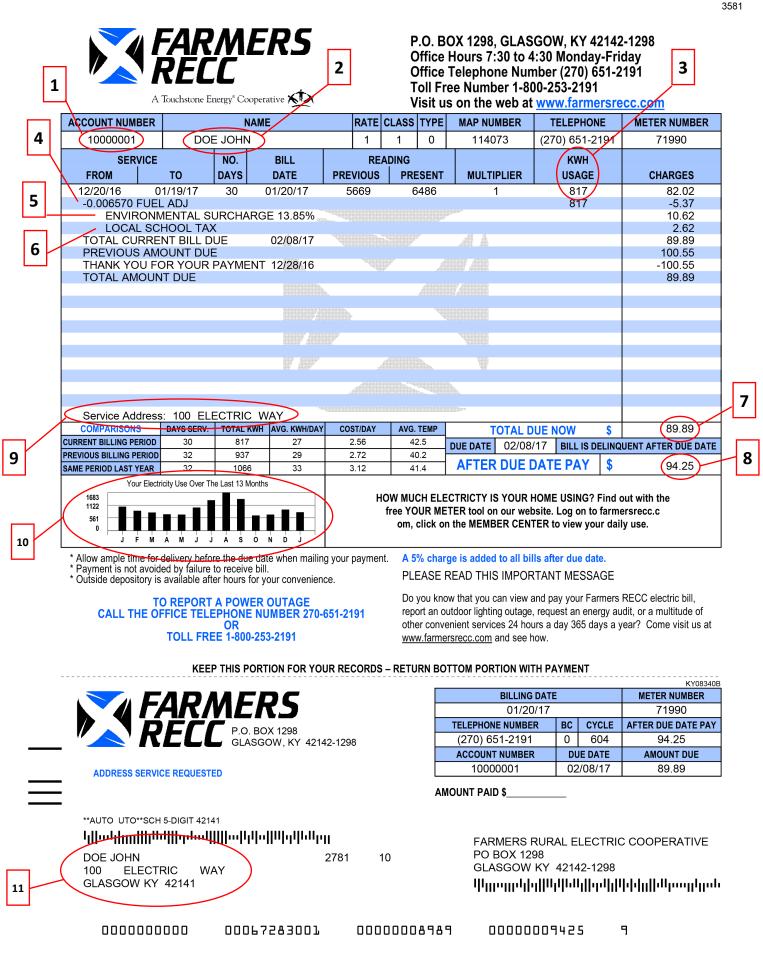
Sample Farmers RECC Billing Statement



Sample Farmers RECC Billing Statement (cont'd)

- 1. Account Number This is also referred to as a Member separator, which is tied to the member number and specific account billed.
- 2. Member Name This is the member who holds the membership with the Cooperative.
- 3. Kilowatt Hour Usage for Billing Month This figure denotes how many kWh the member used during the billing period. Please note the days per billing period can vary, depending on the length of the month and the billing cycle.
- 4. Fuel Adjustment The fuel adjustment charge on member bills represents a direct pass-through charge from Farmers RECC's power supplier, East Kentucky Power Cooperative (EKPC). The charge recovers a portion of the cost of coal and natural gas needed to operate EKPC's power plants. As costs for coal and natural gas vary, the amount of the fuel adjustment charge will change from month-to-month and can be either a charge or a credit on the bill based upon EKPC's fuel costs from one period to the next. The Kentucky Public Service Commission regularly reviews and audits the fuel adjustment charge process to ensure accuracy and compliance with state law.
- 5. Environmental Surcharge The environmental surcharge on a member bill reflects a direct pass-through charge from Farmers RECC's power supplier, East Kentucky Power Cooperative (EKPC). The charge recovers the equipment and operational expenses that EKPC incurs as it complies with the Environmental Protection Agency (EPA) regulations on its power plants. The cost varies over time as EKPC adds new equipment and the cost to operate the equipment changes. The Kentucky Public Service Commission regularly reviews and audits the environmental surcharge process to ensure accuracy and compliance with state law.
- 6. Local Taxes Farmers RECC collects a 3% school tax on the total amount of the utility bill for the school district in which the meter is located. The collected school tax is then remitted to the school district specified. (Not pictured: Franchise Fees can also be collected by Farmers RECC for the total amount of the utility bill in cities or municipalities where a Farmers RECC meter is located. Those franchise fees are also then remitted to the cities specified.)
- 7. Amount Due This is the amount of the bill due before the past due date.
- 8. Past Due Amount This is the amount due to Farmers RECC after the due date has lapsed. Once disconnection notices are mailed, Farmers RECC members must call the office to make arrangements to pay their past due bills.
- 9. Service Address The address where members receive service are often different from the addresses where members receive their mail.
- 10. Electricity Use Graph This graph shows a members' past 13 months of usage at that service address.
- 11. Member Billing Address This is the address where the member receives their mail from the Cooperative. It is imperative that members keep this information updated with us.