



Notice of Tariff Change

The Board of Directors and employees of HILCO Electric Cooperative work every day to achieve operating efficiencies to help keep your costs low. As your local, not-for-profit electric cooperative, our goal is to minimize the effects of any rate increase while maximizing service in a cost-effective, reliable manner that you can count on.

No one wants to see electric rates go up, but due to the increased costs of operations, HILCO must make adjustments in the rates charged to all member/owners. This decision was made after careful consideration and detailed analysis of HILCO Electric Cooperative's revenue and operational costs.

Effective January 1, 2012, rates will be raised as follows:

	<u>Rate #</u>	<u>Currently</u>	<u>kWh</u>	<u>KW</u>	<u>As of 01/1/12</u>	<u>kWh</u>	<u>KW</u>
Residential Service	1	\$19.50	.06970	-	\$20.50	.06970	-
Non-Residential Service	2	\$27.50	.06375	-	\$28.50	.06375	-
Large Commercial	3	\$71.00	.03307	\$7.00	\$72.00	.03307	\$7.00
General Service Large	4	\$76.00	.03307	\$5.25	\$77.00	.03307	\$5.25
Large Public Buildings	13	\$71.00	.07000	-	\$72.00	.07000	-
Devices	9	\$18.00			\$19.00 base & fuel on assigned kWh		

Assuming the Power Cost Recovery Factor (PCRf) remains the same as billed in September 2011, and the exact same energy is used for comparison purposes, a residential class member who currently pays \$100.00 will pay \$101.00 after January 1, 2012. If \$200.00, then \$201.00, etc.

All bills will continue to have the monthly Power Cost Recovery Factor (PCRf) applied to the bill.

In an effort to minimize the rising costs of postage for our members, please consider paperless billing. Or if you have multiple meters and would like to receive one bill, you might want to change to invoice billing (at no additional cost). Please call our office to discuss either of these options for your HILCO Electric account(s) at 254-687-2331 or 800-338-6425. We appreciate your understanding and helping keep our costs as low as possible.