

RATE CHANGES BEGINNING JANUARY 1, 2019

On average, residential members will experience a \$2 impact on monthly bills.

December 10, 2018

Dear Lane Electric Member:

Beginning with bills generated on or after January 1, 2019, **all rate classes will see a \$3.00 increase in the Basic Charge, while the residential kilowatt-hour (kWh) rate for the first 1,500 kWh will decrease** for December usage and thereafter. The result will be, on average, a \$2 impact to your monthly bill. The rate for all kWh over 1,500 will not change.

The Board of Directors concluded this adjustment is necessary due to forecasted lower electricity sales and needed system improvements. An increase in the Basic Charge (a fixed cost) with a decrease in the kilowatt-hour rate (measuring your monthly energy usage) will provide financial predictability, meaning the weather will not have as much impact on your bill.

Effective January 1, 2019, the rate schedule for typical residential service, compared to 2018, is below:

	<u>2018</u>	<u>2019</u>
Basic Charge: (minimum charge; includes no energy)	\$28.50	\$31.50 per meter per month
Usage Charge:		
November through April		
First 1,500 kWh	8.81¢	8.74¢ per kWh
All kWh over 1,500	9.57¢	9.57¢ per kWh
May through October		
First 1,500 kWh	9.02¢	8.95¢ per kWh
All kWh over 1,500	9.79¢	9.79¢ per kWh

Additional details, including sample billings, are on our website at www.laneelectric.com/rates. We understand the economic challenges that our members face and will continue working to control costs by operating safely and efficiently to provide the most reliable electric service possible. For more information about financial assistance options, please contact us (to qualify, household income must be at or below 60 percent of Oregon's median income).

Thank you for your membership with Lane Electric Cooperative.

Sincerely,



Matt Michel
General Manager