



## MEMBER INFORMATION BULLETIN **JUNE 2024**

## **PCRF REDUCTION** - JUNE BILLING STATEMENTS

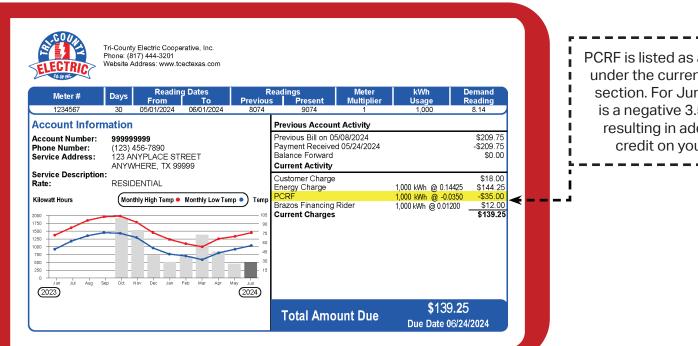
Members will realize the benefit of a lower Power Cost Recovery Factor (PCRF) on June billing statements. Based on projected power supply costs over the next few months and the current balance of the PCRF reserve, Tri-County Electric is pleased to announce a reduction in the PCRF just in time to help ease the burden of increased summer consumption that results from Texas heat. The June PCRF will be negative 3.5 cents per kWh, a reduction from negative 2.25 cents on May billing statements, which represents an additional savings of \$12.50 for every 1,000-kWh consumed.

Some of you may be wondering what a PCRF is and why it affects your monthly bill. Monthly billing statements for residential members include a 14.425 cent per kWh Energy Charge, which is comprised of 12 cents of budgeted power costs (wholesale generation and transmission) and 2.425 cents to cover distribution costs (poles, wires, transformers, etc.). The PCRF is a rate mechanism that is set monthly and used to

true-up the actual cost of wholesale generation and transmission services versus the budgeted costs included in the Energy Charge. The PCRF may fluctuate up or down monthly based on market conditions and the balance of the reserve.

To provide more background, in March 2023, Tri-County Electric embarked on a new era as it gained responsibility of managing its own power supply outside of Brazos Electric Power Cooperative. Over the last 15 months of managing power supply, Tri-County Electric has negotiated agreements with multiple counterparties, weathered significant volatility in the ERCOT market, developed a PCRF reserve and gained vital perspective and experience. More information about the PCRF can be found on our website tcectexas.com/pcrf and updates will be provided periodically in the Texas Co-op Power magazine and this publication.

The illustration below depicts where you will find the PCRF on your monthly billing statement.

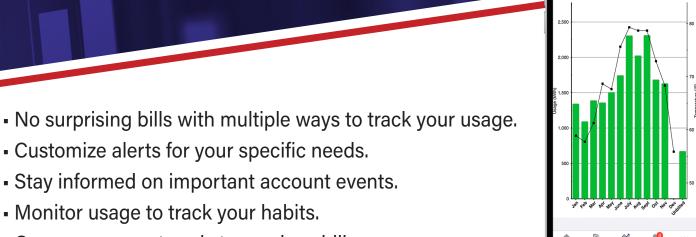


PCRF is listed as a line item under the current activity section. For June, PCRF is a negative 3.5 cents, resulting in additional credit on your bill.

**LEARN MORE ABOUT PCRF:** tcectexas.com/pcrf

## USAGE & NOTIFICATIONS

Be in control and make decisions that can help reduce your bill.



- Compare usage trends to previous bills.

## **UPCOMING MEMBER ENGAGEMENT EVENTS**

Tri-County Electric will be attending community events in our service territory in an effort to reach more of our membership. This will provide you with one-on-one access with employees across departments in your co-op. Enter to win bill credits when you visit our bright red tent and register.

Check out the upcoming events and find one near you at tcectexas.com/MEE.

