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Your Touchstone Energy® Cooperative





Energy Efficiency Tip of the Month

These days, it may be easier to trim your refrigerator's energy use than it is to trim your waistline. Consider this energy-saving and maintenance regimen to keep your refrigerator in shape: Set the refrigerator temperature above 37 degrees Fahrenheit. Make sure door seals are in place and are snug when closed. And keep outside coils unobstructed and clean; dirty ones could overwork the unit's compressor.

Source: Energy.gov

Congratulations! Cara Floyd is our online survey winner.



Sunday, April 20th

Rate Changes Reflected in Monthly Bill

Effective March 7, 2014, Cookson Hills Electric Cooperative (CHEC) increased electric rates for the first time since March 2009. The required changes to the rates were a result of increases in wholesale power costs and increases in daily operating costs such as constructing and replacing infrastructures. In the December issue of the Hot Watts. the changes were outlined that would be implemented in 2014 and 2015.

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The Stigler Substation is the newest substation in CHEC territory. New substations will be built at Porum and Akins in the future.

Cookson Hills Electric Joins Social Media

What is social media? Social media, at its core, is a conversation. Businesses are using social media to creatively and effectively increase their communication abilities. CHEC has joined the social media community by engaging our members via Facebook.



The term "social media" refers to any technology that boosts social interaction by allowing members to share words, images, videos, and audio files. It's important to remember that networks such as Facebook cannot replace traditional communication tools like the Hot Watts or Oklahoma Living, our website, or talking to our members on the phone or in person. By joining Facebook, CHEC hopes to interact with members that have not been reached through traditional methods of communication.

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Hot Watts

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Hot Watts informs members in parts of
seven Eastern Oklahoma counties about
Cookson Hills' programs and issues.
Cookson Hills Electric Cooperative
continually strives to provide quality
electrical service at a reasonable cost
for its members.

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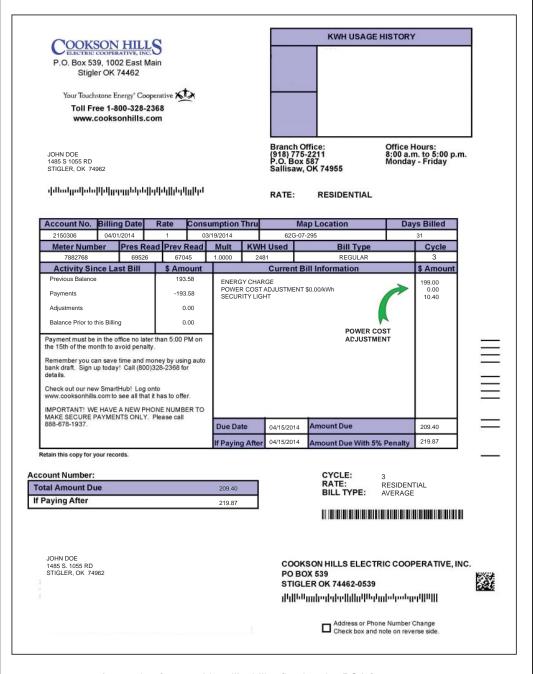
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Cookson Hills Electric Cooperative, Inc. welcomes members to submit photos, and articles which will be subject to editing. Cookson Hills reserves the right to publish or modify any article. Companies and individuals featured in the Hot Watts newsletter do not necessarily reflect the official policy, position, or view of Cookson Hills.

If You Find Your Account Number
Hidden in This Issue of the *Hot Watts*You'll Receive a \$25 Credit on
Your Electric Bill

Rate changes continued.....

A new billing adjustment factor, known as a power cost adjustment (PCA), is reflected on your bill. The purpose of this billing adjustment factor is to adjust for fluctuations in wholesale power costs. The PCA factor is an amount applied in dollars per kWh to a member's monthly kWh consumption. The PCA factor will reflect increases or decreases in wholesale power costs. The PCA factor for 2014 is \$0.00 per kWh. The PCA factor for future years will be determined based on the future increases or decreases in wholesale power costs.



A sample of a monthly utility bill reflecting the PCA factor.

The approved rate change includes an increase in the customer charge component. For members on the residential rate, the customer charge increases from \$20 to \$25 per month. This change is necessary to provide a better reflection of the actual costs of providing service to our members. Much of the costs that CHEC incurs to deliver energy to our members is of a fixed cost nature and does not change based on energy consumption. For example, a recent cost of service analysis revealed that the fixed customer costs of providing service to the residential member are approximately \$31 per customer per month. These costs include a portion of the capital costs and operating costs associated with overhead and underground distribution lines, transformers, meters and other equipment used to provide service. In addition, certain customer service and record keeping costs are included in the customer charge. The increase in the customer charge moves the charge closer to the true cost, provides greater stability for the cooperative, and promotes fairness by recovering costs from all members in the manner in which those costs are incurred.

Effective with this month's bill which reflects your March 2014 usage, members will see an overall average rate increase of 6.3%. We have included a rate chart comparing your current rate with the new rate. Please keep in mind that the exact percentage increase to each member will vary and is dependent on your electric usage.

Our generator of electricity, Associated

COOKSON HILLS ELECTRIC COOPERATIVE, INC.

SUMMARY OF RATES

	Existing	Proposed	Change
Farm and Home Customer Charge Energy Charge, per kWh (Dec-Feb)	\$20.00	\$25.00	\$5.00
First 800 kWh per month	\$0.085700	\$0.087200	\$0.001500
Over 800 kWh per month	\$0.065700	\$0.077200	\$0.011500
Energy Charge, per kWh (Mar-Nov)	\$0.085700	\$0.087200	\$0.001500
Small Commerical Customer Charge, Single Phase Customer Charge, Three Phase Energy Charge, per kWh	\$20.00	\$25.00	\$5.00
	\$32.00	\$37.00	\$5.00
	\$0.088000	\$0.087200	(\$0.000800)
Agricultural Customer Charge Energy Charge, per kWh	\$32.00	\$37.00	\$5.00
	\$0.080100	\$0.081200	\$0.001100
Large Power Customer Charge Demand Charge, per Billing kW Energy Charge, per kWh	\$80.00	\$90.00	\$10.00
	\$9.94	\$10.25	\$0.31
	\$0.047100	\$0.047400	\$0.000300
Large Power - 2 Customer Charge Demand Charge, per Billing kW Energy Charge, per kWh	\$150.00 \$8.96 \$0.042200	\$175.00 \$9.25 \$0.042700	\$25.00 \$0.29 \$0.000500
Irrigation Customer Charge, Single Phase Customer Charge, Three Phase Demand Charge (June-Sept), per Billing kW Energy Charge, per kWh	\$20.00	\$22.50	\$2.50
	\$35.00	\$40.00	\$5.00
	\$4.75	\$5.35	\$0.60
	\$0.085400	\$0.088500	\$0.003100
Security Lights 175 Watts MV 70 kWh/Mo 150 Watts HPS 70 kWh/Mo	\$10.40	\$10.75	\$0.35
	\$10.40	\$10.75	\$0.35

Electric Cooperative, Inc., continuously looks for ways to provide reliable power in the most economical way. Everyone from the board of directors to the staff understands that ultimately all costs are paid by members. As we continue in a time of increasing costs and regulations, circumstances will continue to change. As they do, we will update you and provide you with important information.



Question: What is a watt (W)?

Answer: The standard unit of electric power, equal to 1/746 horsepower or 1 Joule (the amount of work required to produce one watt of power) per second. People convert energy-measured in barrels of oil, tons of coal, and cubic feet of natural gas, for

example—into power, tabulated in watts or horsepower.

Question: What is a kilowatt (kW)?

The basic unit of electric demand, equal to 1,000 W. A measure of both a utility's capacity and a Answer consumer's demand or load.

Question: What is a kilowatt hour (kWh)?

A unit of energy or work equal to 1,000 Wh. The basic measure of electric energy use. A 100-W light bulb Answer burning for 10 hours uses 1 kWh.

PCI Compliance and Credit Card Payments

What is PCI Compliance? The Payment Card Industry Data Security Standard (PCI DSS) is a set of requirements designed to ensure that all companies that process, store, or transmit credit card information maintain a secure environment. The standard was created to increase controls around cardholder data to reduce credit card fraud via its exposure.

CHEC has made some procedural changes to ensure that your credit card information is protected.

Cashiers and Customer Service Representatives can no longer accept credit/debit card payments over the phone. All members paying by phone must use the Pay-by-Phone system through our dedicated Secure Payment toll-free number. The Secure Payment number is (888) 678-1937. Please note that the Secure Payment toll-free number is separate from our customer service/outage toll-free number (800-328-2368).

Members making face-to-face credit or debit card payments at either of our offices must present a picture I.D. at the time of payment.

Members may also continue to use our secure website (www.cooksonhills.com) for

payments or for submission of forms. We appreciate your cooperation as we strive to protect and safeguard our members.

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By simply clicking on the "Likes" icon on our Facebook page you will receive:



- Notice of large power outages
- Notice of important CHEC member events like Annual Meetings and District Meetings
- Announcements of youth-related programs and scholarships
- Notice of Operation RoundUp meetings
- Information on rebates
- Current and important information

Our goal at CHEC is to provide safe, affordable, and reliable electric service to our members. We also want to stay connected 1680900 with our members. You can "like" us on Facebook through our website at www.cooksonhills.com.



DID YOU CHANGE PHONES?

Has your phone number changed? Did you disconnect your home phone? Do you have a cell phone?

If you answered yes to any of these questions, it is likely that you need to update your account information here at Cookson Hills Electric (CHEC).

CHEC periodically calls members to notify you of a controlled outage, billing information, and other important information from time to time.

Please take a moment to update your account information by any of the following methods:

- Visit our website at www.cooksonhills.com.
- Contact your local office at 800-328-2368 (Stigler), or at 918-775-2211 (Sallisaw).
- Inform us when you come into one of our CHEC offices.

Thank you for your assistance!

