

Electric Charges Explained

Customer Charge:

This is a flat monthly fee that covers costs for meter reading, billing and customer service.

Electric Charge:

Covers operation costs (power plants, substations, interest on loans, power poles, transformers, etc.) and billed on kWh used. (this is a **fixed rate** per kilowatt—it does not change monthly)

Fuel Cost Charge:

Directly related to the price of fuel to generate power and is calculated monthly. (this is a **variable rate**—it changes each month)

Example of bill calculation, if your usage is 1060 kWh, fixed electric charge is .0611, and the monthly FCC is .06072

Service Charge = \$6.50

Electric Charge (Usage X Base Rate)

Fuel Cost Charge (Usage & FCC)

Service Charge = \$6.50

1060 kWh X .0611 = \$64.77

1060 kWh X .06072 = \$64.36

Total = \$135.63