

## Price-to-Compare

Your electric bill is composed of two parts; a Distribution Delivery Charge and an Energy Supply Service charge. The Distribution Delivery Charge is derived from Delaware Electric Cooperative's costs to distribute the electricity from our substations to you. The Energy Supply Service Charge includes transmission fees and the cost of the electric energy itself.

All member/owners on Delaware Electric Cooperative lines must pay the Distribution Delivery Service Charge per our tariff. Under deregulation however, you have a choice as to who provides you the Energy Supply Service, i.e. you may shop around for an electric supplier other than Delaware Electric Cooperative.

To help you shop, Delaware Electric Cooperative has calculated seasonal prices-to compare (based on winter and summer rates) in an effort to make it easier for you to shop for an electric supplier. These are the prices-to-compare to supplier offers to determine if you will save money. The prices-to-compare include our charges for electric supply, transmission, and ancillary services. In addition the Cooperatives price-to-compare includes a percentage of renewable energy as required by the state of Delaware. Suppliers will offer their own rates for these same services including renewable energy.

Delaware Electric Cooperative has calculated prices-to-compare for you **individually** and an **average** price to compare. You may use either of these prices-to-compare when shopping for a supplier. Please read the descriptions below to choose the prices-to compare that best suit your situation.

### Individual Prices-to-Compare

Usage and seasonal prices may cause your monthly supply costs to vary, so Delaware Electric Cooperative has calculated summer and winter **individual** prices-to-compare, which are unique to you and are printed on your customer usage letter in your enrollment package. You may obtain an enrollment package by contacting our Member Service Department. Enrollment packages are available annually free of charge, and additional packages may be obtained for a fee of \$4.75.

Your **individual** prices-to-compare are calculated using your usage history for the last twelve months and your current rate schedules. You may use these prices per kWh as a guide to compare the price you pay today for supply to the prices offered by other suppliers.

### Average Prices-to-Compare

Delaware Electric Cooperative has also calculated average annual prices-to compare (based upon 1,000 kWh monthly usage), which represent the average customer's usage pattern in a residential rate class.

| <u>Residential Service</u> | <u>Residential Electric Space Heating</u> |
|----------------------------|---|
| <u>Annual Average</u>      | <u>Annual Average</u>                     |
| <u>\$0.1098</u>            | <u>\$0.1175</u>                           |

Your usage pattern can change from year to year, which will cause your **individual** prices to-compare to change. If you believe that your future usage pattern will vary significantly from the previous year then you may want to consider using the **average** prices-to-compare in your savings calculations.