

Kit Carson Electric Coop monthly service charge \$10 since 1985

Savings per meter compared to what cost would have been
if service charge had been increased with Consumer Price Index each year

	year	CPI increase from 6/85 to Dec. of year	adjusted service charge	annual charge	saving per year
Starting June	1985		10.00	120.00	0.00
(18 months)	1986	102.7%	10.27	184.85	4.85
	1987	107.2%	10.72	128.70	8.70
	1988	112.0%	11.20	134.39	14.39
	1989	117.2%	11.72	140.63	20.63
	1990	124.3%	12.43	149.22	29.22
	1991	128.2%	12.82	153.79	33.79
	1992	131.9%	13.19	158.25	38.25
	1993	135.5%	13.55	162.60	42.60
	1994	139.1%	13.91	166.95	46.95
	1995	142.7%	14.27	171.19	51.19
	1996	147.4%	14.74	176.88	56.88
	1997	149.9%	14.99	179.89	59.89
	1998	152.3%	15.23	182.79	62.79
	1999	156.4%	15.64	187.70	67.70
	2000	161.7%	16.17	194.05	74.05
	2001	164.2%	16.42	197.06	77.06
	2002	168.1%	16.81	201.75	81.75
	2003	171.3%	17.13	205.54	85.54
	2004	176.9%	17.69	212.23	92.23
	2005	182.9%	18.29	219.48	99.48
	2006	187.5%	18.75	225.06	105.06
	2007	195.2%	19.52	234.24	114.24
	2008	195.4%	19.54	234.46	114.46
	2009	200.7%	20.07	240.84	120.84
	2010	203.7%	20.37	244.44	124.44
(6 months)	2011	210.0%	21.00	126.00	66.00
total savings over 25 years per meter					1,692.96

Source of monthly CPI - <ftp://ftp.bls.gov/pub/special.requests/cpi/cpiiai.txt>

Kit Carson Electric service charge is proposed to be increased to \$20.50 in 2011

It would take 13+ years paying the \$10.50 increase to exceed the 25 years of savings.

If the service charge remains \$20.50, inflation will yield similar savings until raised.

Analysis prepared by Cultural Energy - June 2011