

NOTICE OF RATE CHANGE FOR JANUARY 1, 2021

South Central Electric Association has been undergoing a rate study of the rates affecting our members that were part of the acquisition of Alliant Energy's Minnesota electric distribution assets. The cooperative periodically conducts rate studies to make sure rates are aligned to cover the cost of energy and providing service to members. The finding of the rate study showed a need to increase revenue to cover these costs.

South Central Electric will be implementing a rate transition plan on January 1, 2021. South Central Electric's Board of Directors approved the rates listed below.

Rate*	Current Service Charge	January 1 Service Charge	Current kWh Rate**	January 1 kWh Rate**	Current Demand Rate**	January 1 Demand Rate**
Residential (160)	\$17.50	\$25.00	11.322¢ summer	10.150¢ All kWh's	N/A	N/A
			9.438¢ non-summer First 1,000 kWh 7.500¢ add'l kWh			
General Service (260)	\$30.00	\$30.00	8.597¢ summer	10.150¢ All kWh's	N/A	N/A
			6.864¢ non-summer			
General Demand Metered (290)	\$50.00	\$50.00	5.883¢ summer	6.990¢ All kWh's	\$11.20 summer	\$11.00 summer
			5.195¢ non-summer		\$7.50 non-summer	\$7.00 non-summer
Single Phase Farm (410)	\$30.00	\$30.00	10.010¢ summer	10.150¢ All kWh's	N/A	N/A
			9.802¢ non-summer			
Three Phase Farm (420)	\$50.00	\$50.00	5.492¢ summer	6.990¢ All kWh's	\$11.00 summer	\$11.00 summer
			5.100¢ non-summer		\$7.00 non-summer	\$7.00 non-summer

*Other rate information is available upon request from the cooperative.

**Summer is months of June, July, August and September. Non-summer is the remaining months.

It is important to keep these items in mind as you review the rate change:

- The cost of power supply and transmission service will continue as a pass through (as a power cost adjustment) with no markup of the actual cost of power and its transmission service charged to the cooperative by the wholesaler as it has been. This can be adjusted semi-annually.
- The impact on your bill will vary depending on your personal energy use.

Important factors to consider when you became a member of a cooperative versus a customer of an investor-owned utility:

- South Central Electric is a non-profit that is committed to delivering reliable power and providing quality member service at the lowest cost.
- South Central Electric works hard to minimize the impact of necessary price increases.
- South Central Electric is accountable to local consumer-members, not outside investors.
- South Central Electric is a cooperative and you have a voice in decision making through a local, member-elected board of directors who protect members' access to safe, affordable and reliable power.

If you have questions, please contact us by calling 507-375-3164, 507-628-5571 or 888-805-7232.

Cooperatively yours,



Ronald L. Horman
Manager



Mark Sandberg
Board President