



# Sullivan County Rural Electric Cooperative

A Touchstone Energy® Cooperative



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P.O. Box 65, 5675 Route 87 • Forksville, PA 18616 • 570-924-3381, 800-570-5081 • [www.screc.com](http://www.screc.com)

January 1, 2026

Dear Member:

Beginning in February, you will see an increase to the Generation and Transmission portion of your electric bill. This increase reflects adjustments that were put in place on January 1<sup>st</sup>, 2026. The overall increase to the Generation and Transmission component is 20%. There will be no change to the distribution portion of your bill.

Electric revenue required to run the cooperative comes from the fixed and variable distribution rates of your electric bill. These rates will remain unchanged from 2025. The Generation and Transmission revenue collected is a pass through on your electric bill and is the cost of generating the electrons that begin their journey at the generator and end their journey at your point of interconnection, also known as your service location. In other words, your cooperative purchases and sells energy to you as if you were purchasing generation directly from the generation supplier. For customers of investor-owned electric utilities, this cost is known as the price to compare. Your cooperative's generation and transmission rate is 1.252 cents per KWh lower than Penelec and 2.458 cents per KWh lower than PPL.

Why is the generation and transmission rate increasing? It is a supply and demand issue. During recent years, environmental regulation requirements have forced the closure of many traditional fossil fuel driven generators. At the same time, the demand for energy (AI data centers in particular) is increasing and outpacing the construction and commissioning of new power plants. Lack of adequate supply feeding an energy hungry grid has caused the increases we are currently experiencing.

Because the generation and transmission rate accounts for approximately 50% of the overall rate, residential members can expect to see their overall electric bill increase by 9% while commercial members can expect to see their overall electric bill increase by 10 – 12%. This increase is outside the control of the cooperative, and the cooperative is merely passing the cost through to the member. Unfortunately, every electric consumer across the United States is experiencing these increases.

New rate sheets are available on our website or can be provided upon request. Please call the office if you have any questions.

Sincerely,

John C. Lykens  
CEO