



Understanding the **Power Cost Adjustment (PCA)** Tracker

What is the PCA?

You may have noticed a line item on your electric bill called the Power Cost Adjustment (PCA). This charge (or sometimes credit) helps your cooperative adjust for fluctuating wholesale power costs, ensuring fairness and transparency for all members.

Where Does Your Power Come From?

Henry County REMC is a member-owner of Hoosier Energy, the generation and transmission cooperative serving communities across Indiana and Illinois.

- Hoosier Energy: Generates and transmits electricity.
- Henry County REMC: Delivers that power to homes, farms, and businesses.

Both are not-for-profit and owned by the people they serve—including you.

Why Do Costs Change?

More than half of Hoosier Energy's annual expenses come from fuel and purchased power costs.

- Natural gas, coal, and market power prices are unpredictable and can change rapidly.
- During times of peak electricity use (extreme summer heat or winter cold), Hoosier may need to buy additional power, often at higher market prices.

This volatility is why the PCA charge on your bill can vary from month to month.

How Does the PCA Affect Me?

- When wholesale power costs rise, you may see a PCA charge.
- When costs fall, you may see a PCA credit.

What Can Members Do?

By reducing usage during peak demand times, members can help keep costs lower for everyone. Simple steps like adjusting thermostats, delaying major appliance use, or turning off unnecessary lights during peak hours can make a big difference. **If we all do our part, everyone benefits.**

The Cooperative Difference

Unlike investor-owned utilities, we don't answer to outside shareholders.

- Any revenue beyond expenses goes back into the cooperative.
- Over time, those margins are returned to you in the form of capital credits.

That's the power of being a member-owner.



Remember: The PCA tracker ensures your bill reflects actual energy costs—no more, no less. It's one way your cooperative works to keep power reliable, affordable, and fair.