Issue No. 163 November 2013

Energy Partners

A monthly look at the happenings of and related to:





New-Mac returns \$1 million in capital credits to members

Annual meeting marks 16 straight years of refunds

New-Mac Electric Cooperative began distributing just over \$1 million in capital credit refunds to members at the co-op's annual meeting, held Oct. 26 at Crowder College in Neosho. The co-op announced that 2013 is the sixteenth consecutive year that the co-op has returned capital credit payments back to member-customers.

Mitch McCumber, New-Mac's chief executive officer, emphasized that despite continued rising wholesale power costs and slow electric sales from mild weather this past year, the co-op made it a priority to pay the capital credit refunds.

"New-Mac is a special entity, a notfor-profit company owned by the member-customers who have a shared economic stake in the co-op," McCumber said, citing the Seven Cooperative Principles that electric co-ops follow all over the country. "It's more than just words on a piece of paper – in this case

it's money in the bank."

"New-Mac provides you with electricity that makes simple things easy and amazing things possible," McCumber told those in attendance. "But we're about more than just that — we're about providing comfort and convenience for you and your family. We're about providing happiness."

The capital credit refunds go to people who were New-Mac members during 1995 and 1996, and are based on their electric usage. Members who See *Annual meeting*, page 4



Above, CEO/General Manager Mitch McCumber steps back to watch a video he shared during his management report at New-Mac Electric's 2013 Annual Meeting. At top, an assortment of exhibitors, tents, refreshments and co-op trucks could be seen as attendees came to the Crowder College gymnasium the morning of the meeting.

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Energy Partners is a monthly publication of New-Mac Electric for the purpose of informing members of the programs, services and happenings of, and related to, the cooperative.

Unclaimed capital credits list

Next month, New-Mac will publish a list of unclaimed capital credit checks. If you know any of these former members, please notify them so they can claim their check.

Offices closed for November holidays

New-Mac's offices will be closed Nov. 11 in observance of Veterans' Day and Nov. 28-30 for the Thanksgiving holiday.

Assistance is available

If you are having a problem paying your New-Mac account, please call us to make arrangements. Please don't disregard paying your bill. There are programs and options (such as budget billing) designed to assist you. So, please give us a call at 451-1515 or (800) 322-3849.

LOW INCOME HOME ENERGY ASSISTANCE PROGRAM / EMERGENCY ASSISTANCE Jasper County (417) 781-0352

McDonald County (417) 845-6011 Newton County (417) 451-2206

Pay bill, view usage online

Remember, not only can you pay your bill online, you can also look at usage trends, compare bills from

various billing periods, set up reminder text or emails, and much Online
Bill Payment
& Usage Info

more. Visit *newmac.com* and click on the "smart hub" link.

Rural electric co-ops call for 'all-of-the-above' not 'all-but-one' policy

Electric cooperatives are disappointed – but not surprised – that in September the Administration officially abandoned an all-of-the-above energy strategy for a new, all-but-one approach that effectively removes coal from the nation's fuel mix in the future.

The policy, proposed by the Environmental Protection Agency (EPA), sets stringent limits on carbon dioxide emissions from future coal or natural gas plants. Trouble is, the new standards are impossible to meet with existing technology.

We need the help of each and every electric cooperative member to fight this plan. If we don't act now, the price you pay for electricity will increase.

That's why electric cooperatives nationwide are urging members to use their voices through the Cooperative Action Network at www.action.coop. (A link is available at newmac.com)

This grassroots website will let you quickly and easily send a message to the EPA that you are concerned about the consequences of this plan.

For several years cooperatives have tested carbon capture and storage (CCS) as a way to reduce greenhouse gas emissions. Unfortunately, the technology doesn't make financial sense. It has never been used at a commercial scale at a power plant over a prolonged period to demonstrate its viability

See All-of-the-above, page 3



Help keep electricity affordable by visiting newmac.com and clicking on the "Cooperative Action Network" link at left. Or, cut out the card below, fill it out, and send it in with your next New-Mac bill.

OR Cut out

STAND WITH US AS WE FIGHT TO KEEP ELECTRIC BILLS AFFORDABLE.

PLEASE PRINT		
FIRST NAME	LAST NAME	
E-MAIL ADDRESS		
HOME ADDRESS		
HUME ADDRESS		
CITY	STATE ZIP	
HOME PHONE ()	MOBILE PHONE ()	
I AM A MEMBER OF	CO-0P/PPD	
I authorize America's Electric Cooperatives to communicate on my behalf regarding America's electricity challenges.		
SIGNATURE		

For more information, including our privacy policy, please visit **ACTION.COOP**



○ *All-of-the-above*

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or cost. In a 2012 Congressional Budget Office report, engineers estimate it would increase the cost of producing electricity from coal-based plants by 75 percent.

The Administration's switch to an all-butone energy approach would limit Americans' access to a plentiful and affordable resource. Your electric cooperative doesn't think we should gamble with the economic well-being of future generations and our nation's economy.

Already worried about making ends meet, many co-op consumer-members cannot afford the significant increases in electric bills that this policy would trigger.

Historically, the price of coal remains affordable and relatively stable. The U.S. Energy Information Agency reports the United States has 236 years remaining of recoverable coal reserves. Coal generates 70 percent of the electricity used by Missouri's electric cooperatives, making it our biggest energy source by far.

You enjoy some of the lowest rates in the nation thanks to a diverse mix of fuel sources used to generate electricity. Besides two large, low-cost coal-fired power plants, our generation mix includes natural gas plants, hydropower and wind energy.

This diverse generation portfolio helps us meet your need for reliable and affordable power. Removing one leg of this generation mix - and the most important part as well - would be disastrous.

We've also spent millions on energy-efficiency measures and billions on controls that have cut power-plant emissions by 90 percent. Yet none of this is considered in the EPA plan.

Where this issue is concerned, history repeats itself. We saw this all-but-one game in 1978 when Congress passed the ill-conceived Power Plant and Industrial Fuel Use Act. Never heard of it? Few have, but for several years the government banned natural gas for power generation. Yes, natural gas-the fuel source being sold to the nation today as a cleaner fuel option. With gas off the table, electric co-ops were forced to choose between building coal or nuclear plants.

Back then, co-ops were in the midst of a major power plant building cycle as more and more people moved into rural areas and members increased their use of electricity. With few options, they invested heavily in coal-based generating plants in the late 1970s and early 1980s. Thankfully Congress repealed its mistake, but not for nine years.

Let's not repeat past mistakes. Stand with us as we fight to keep electric bills affordable. It's urgent you tell the EPA we need an all-of-the-above energy strategy. We've made it easy. Go to www.action.coop and send your message!

(Or, you can fill out the card – at left – and send it in with your next New-Mac bill.)



ABANDONS ALL-OF-THE ABOVE

The Administration is reversing course: ditching our All-of-the-Above energy strategy for an All-But-One approach that bans new coal plants.



TECHNOLOGY GAMBLE

New regulations essentially require technology that's **not commercially viable and prohibitively expensive**leading to higher bills down the line.

TOP4 FACTS

ABOUT THE EPA'S NEW CLIMATE REGULATIONS

3. 🕛

LIMITS ACCESS TO AFFORDABLE, DOMESTIC ENERGY

By banning new coal plants, Americans forfeit a **236-year domestic source of energy** with a historically stable price.

4.

HISTORY REPEATS: ALL-BUT-ONE DOESN'T WORK

A 1978 mandate prevented use of natural gas & forced utilities into coal or nuclear—before common sense prevailed and it was repealed 9 years later.



ACTION.COOP

Energy Partners' Recipe of the Month:

AUTUMN SURPRISE CAKE

Submitted by New-Mac member: Vera Rinehart

2 cups chopped apples

1 cup sugar

1½ cup flour 1 tsp. soda

½ tsp. salt

1 tsp. cinnamon

½ cup oil 1 egg 1 tsp. vanilla ½ cup coconut ½ cup nuts

Mix together apples and sugar. Set aside. In mixing bowl, put flour, soda, salt and cinnamon. Mix well together. Add apples, oil, egg, vanilla, coconut and nuts. Mix all together and put in greased 9x13 in. pan. Bake at 325° for 25-30 minutes.

Send your recipe, along with your name and account number, to: Recipes, c/o New-Mac Electric, P.O. Box 310, Neosho, MO 64850; or recipes@newmac.com. If your recipe is selected, New-Mac will apply a \$15 credit to your bill.

• Annual meeting

Continued from page 1

didn't pick up their checks at the meeting will receive them in the mail. In total during the sixteen consecutive years, New-Mac has refunded capital credits and made rate adjustments to members totaling over \$18,000,000.

McCumber also said wholesale power costs will continue to rise in the coming years, although it is too early yet to tell whether that will force a general rate increase to members in 2014. He said the co-op will provide members more details about next year's rates in the January co-op newsletter.

A series of wholesale price increases forced New-Mac to raise rates earlier in 2013, only the third general rate increase from the co-op in the past 22 years.

McCumber also told members that the past year was challenging financially for the coop, primarily because of lower electric sales due to mild weather. Nonetheless, in its annual report, New-Mac Electric showed

revenues of over \$35 million for the year with total assets growing to nearly \$100 million.

In the past year, New-Mac's wholesale power suppliers - Associated Electric in Springfield and KAMO Power in Vinita began receiving additional wind power from a fifth wind power farm, located in central Kansas. In one particular month, just over 11% of the electricity used by Associated Electric members came from wind power.

McCumber went on to say that even though Associated has spent about \$1.1 billion to meet Environmental Protection Agency regulations and has achieved a 90% reduction in power plant emissions, the EPA continues to push for more restrictions nationwide.

"The backbone of our power supply network is clean coal," McCumber said, "so we are continuing to closely monitor any potential federal environmental restrictions to make sure we can continue to provide you with reliable electricity at the lowest possible

cost."

at a glance

ticipated in the 2013 Annual Meeting

Attendance: approximately 1,700

New-Mac members and family.

and made it a success!

Thanks again to everyone who par-

Board Member Election Results:

District 2Kenneth Daniels

District 7.....Maurice Mailes

District 8.....Virgil Winchester

Newly Chosen

2014 Nominating Committee:

District 1.....Roger Haan

Alternate......Clark Petty

District 3Lester Shuey

AlternateRonnie Gunlock

District 6.....Jimmie Morgan

AlternateWarren Mahan

Newton Co. at large.....Larry Dahnke

Newton Co. at large Wayne Englehart

Alternate.....Larry Gindling

McDonald Co. at large.....Dwayne Miller

McCumber also announced that in just the first year of operation, over 3,000 New-Mac members have signed up to use SmartHub, a free tool members can use to go online and access their accounts, pay bills and track electric usage. Members can log into their accounts using a computer or a mobile appli-

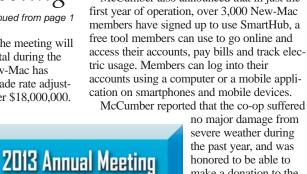
> severe weather during the past year, and was honored to be able to relief fund to benefit tornado victims in

The co-op has made steady progress on projtric grid, such as line construction and re-conductoring, substation upgrades and pole change-outs. In addition. New-Mac will spend approximately right-of-way brush clearing in order to improve electric service reliability.

New-Mac Electric,

headquartered in Neosho, Mo., serves some 17,000 member accounts primarily in Newton, McDonald and Jasper

Counties.



make a donation to the Oklahoma last spring.

ects to improve the elec-\$1.9 million this year on

McCumber and members attending the meeting also applauded the dedication and hard work of both co-op employees and members of the board of directors.



Above, the bluegrass music of Brightwater Junction brought New-Mac members to dancing at the co-op's annual meeting. At left, CEO/General Manager Mitch McCumber addresses the membership.

New-Mac Electric Cooperative Your Touchstone Energy* Partner

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Office Hours: Neosho - 8 a.m. to 5 p.m. Anderson — 8 a.m. to 4:30 p.m.

> Or visit us on the Web at www.newmac.com.

Management

CEO/General Manager	Mitch McCumber
Manager of Administration.	Mary Hatfield
Manager of Operations	Stan Irsik
Controller	Lisa McMeen
Manager of Marketing	Mark K. Rakes
Billing Supervisor	Vickie Stuart

Board of Directors

District	1	.Martin Youngblood
District	2	.Kenneth Daniels
District	3	.Bobby Fields
District	4	.Beryl Kennedy
District	5	.Billy P. White
District	6	.Paul Sprenkle
District	7	.Maurice Mailes
District	8	.Virgil Winchester
District	9	.Dewey Allgood

Services Provided to Members

Call our consumer services department for information on the following services: Autowithdrawal Payment Levelized Billing Rental Light Meeting rooms available at both locations

Credit Card Acceptance Safety Programs (upon request) Surge Protection Green Power

Questions? Comments?

Contact: Mark K. Rakes P.O. Box 310, Neosho, MO mrakes@newmac.com

