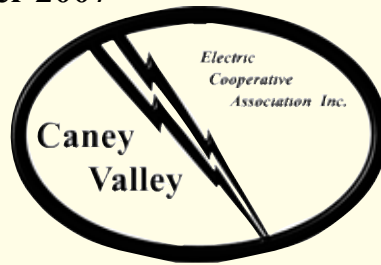




September 2007



Website: www.caneyvalley.com • E-mail: cve@caneyvalley.com
 In case of an outage, please call 1-800-310-8911

Board of Trustees
 Ron Lenington, DVM, President
 Dale Clubine, Vice-President
 Patrick Steward, Secretary/Treasurer
 Kenneth Bates, Fred McAdam, Carl Johnson Jr., Dwane Kessinger, Jann Bowman, and Mack Chrisman

The Caney Valley Electric Cooperative Assn., Inc.
 P.O. Box 308, 401 Lawrence Cedar Vale, Kansas 67024
 Phone (620) 758-2262 • Fax (620) 758-2926

Peak Control Program

Don't forget to participate in Caney Valley Electric's voluntary peak control program through September between the hours of 4 p.m. to 8 p.m. every weekday.

Monitor your usage on electric equipment and appliances which require large amounts of electricity, especially on days with temperatures above 90 degrees.

Help hold down power costs to your cooperative and on your electric bills! Contact our office for questions or further information (620) 758-2261.

Pole Top Rescue



Brian Smylie performs a pole top rescue and John McMillan is in the bucket, ready to assist.

Annual training on pole top and bucket rescue is required through the cooperative's safety program. Linemen are required to climb a pole and rescue a "dummy" positioned at the top to complete their safety accreditation.

From the Manager... Power Cost Adjustment

Fortunately, the power cost adjustment (PCA) added to the regular electric rates during 2007 has gone down. The following list comparing the 2006 and 2007 PCA's shows an encouraging trend.

Many factors affect the cost of wholesale power purchased from Kansas Electric Power Cooperative (KEPCo). One important source of power has gone down in cost significantly since last year, and that is the hydro power received from the Southwestern Power Administration and the Western Area Power Administration. Actually, there was no water source power available last year. This unavailability necessitated the

missing hydro power supply to be replaced by much higher cost sources of power. This year, after receiving much needed rains in the spring and early summer, the federal dams were able to provide their normal supplies of lower cost power. Hopefully, this will continue.

Allen Zadorozny

Power Cost Adjustment (PCA) Comparison

Cents per Kilowatt Hour		
	2007	2006
January	1.377	.904
February	.422	.675
March	.491	.802
April	.514	1.021
May	1.080	1.680
June	1.208	1.680
July	1.175	1.082
August	.918	2.119
September	1.696	2.543
October		2.473
November		.727
December		1.779
Average: January through September	.986	1.389

Power Cost Adjustment

The Power Cost Adjustment (PCA) for September is \$.01696/kwh.
 This calculates to an additional \$16.96 per 1,000 kilowatt hours used.

Life-Support During an Electrical Outage

For some electric cooperative members, service is more than a convenience; it is a necessity. Caney Valley Electric Cooperative realizes that some homes are equipped with life-sustaining medical equipment that requires a reliable source of power. Our commitment to you is to provide electric service safely and with as few interruptions as possible. Unfortunately, it is impossible to guarantee uninterrupted power 100 percent of the time. Each year, events - some beyond our control - occur and cause power outages.

If your health or well-being depends on electric supply, we offer the following suggestions and strongly encourage you to implement them:

1. Obtain a back-up source of power recommended by the manufacturer of any life sustaining or critical care equipment you may have in your home. For example, battery back-ups or standby generators can provide you with electric power if your service is interrupted.
2. Talk with relatives or

friends today and devise a plan whereby the individual who relies on this equipment will have somewhere to stay in the event of a major power outage, or even for just a few hours.

3. Have a relative or home-health provider advise us of the medical need on the account. This way, our representatives will be aware of the condition in the event of an outage or if the account is scheduled for disconnection. The presence of critical medical devices does not exempt service from termination due to non-payment of bill. Anticipated payment delays should be addressed through the cooperative's office.

Notifying the cooperative of your situation does not guarantee uninterrupted electric service, nor does it guarantee immediate attention to your individual service should the area experience a power outage. It does alert us to the situation. Letting us know your specific needs allows Caney Valley Electric personnel to better serve you. This is just another way your electric cooperative is looking out for you.

Electric Cooperatives at the Kansas State Fair

Are you ready for a "wild ride"? The Kansas State Fair is just around the corner. This year's fair, themed "It's a Wild Ride" is sure to have something for everyone. The event will be held September 7-16, 2007, in Hutchinson.

This year at the state fair, the Kansas electric cooperatives and Touchstone Energy Cooperatives of Kansas are co-sponsoring a high-voltage line safety demonstration in combination with the fair's "Kansas' Largest Classroom".

The demonstration, half-hour in length, will incorporate a full-size electrical safety demonstration. Journeymen linemen from the electrical cooperatives across Kansas will demonstrate proper safety precautions and teach viewers what protective gear linemen use and why, what happens if a person when they come into contact with and energized line, and why birds can land safely on power lines.

The demonstration will operate 9 a.m. to 2 p.m. on September 10-14 and is free of charge. The demonstration will be located in the Beef Judging building, east of the Oz Gallery. This is the same building as the sand sculpture.

The Kansas State Fair is the largest event in the state and attracts over 350,000 people annually.

So if you're ready to experience a taste of Kansas, get ready for a "wild ride" at this year's Kansas State Fair.

Operating Statistics

For Month Ending:	June 2006	June 2007
Customers Billed	5,306	5,393
kWh Sold	4,117,383	4,136,323
Total Revenue	\$ 527,125	\$ 505,796
Purchased Power	\$ 369,612	\$ 277,408
Operating Expenses	\$ 166,057	\$ 158,995
Depreciation Expenses	\$ 42,580	\$ 46,541
Interest Expenses	\$ 37,385	\$ 37,241
Other Expenses	\$ 333	\$ 200
Operating Margins	\$ (88,842)	\$ (14,589)
Non-operating Margins	\$ 2,846	\$ 3,457
Total Margins	\$ (85,996)	\$ (11,132)
Margins Year-to-Date	\$ 36,382	\$ 122,375