



The Satilla
Rural Electric Membership Corporation
"A People/Power Partnership!"

Dear Satilla Member:

I am sure that each of you are very much aware of the rising costs and inflation that our nation and communities have experienced recently. It would be almost impossible to find a business or individual who has been unaffected by these unfortunate price increases. As you might expect, Satilla EMC has been significantly impacted by these rising costs as well.

As a result, Satilla will be implementing a \$.02/kWh power cost adjustment that will become effective on July 1st. This adjustment is necessary to allow us to recover the significant cost differences in what Satilla budgeted for wholesale power and what the actual costs have proven to be. These costs differences are largely due to the rapid rise in natural gas prices which is used to generate much of the power we purchase for re-sale to the members.

Our Board of Directors and our management team realize that this is not welcome news and will present additional financial challenges to our members. Satilla will diligently monitor the power cost situation with the hope that in the second half of this year fuel supplies and pricing will begin to stabilize. Once cost pressures subside, the power cost adjustment will be re-evaluated to determine the appropriateness of lowering it back to a value that is more in-line with what our members are accustomed to seeing.

If you have additional questions or concerns, please contact our Customer Service Team at 1-888-738-6926. Our representatives will be more than willing to discuss your billing questions, usage patterns, and answer any other questions that you might have regarding your account. In addition, we encourage you to visit our website at www.satillaemc.com and explore the energy calculators and other cost savings information available to our membership.

Sincerely,

Romeo Reyes, CEO