

# GreenChoice® Batch 6 Proposed Price Revision

*Austin City Council*

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# Price Revision Impetus

- Market Conditions in 2008
  - Unprecedented high congestion costs
  - Wind farm assigned to ERCOT “West” Zone
- Market Conditions Today
  - Congestion costs have decreased
    - ERCOT protocol and grid operational changes
    - Final assignment of wind farm to ERCOT “North” Zone
  - Congestion outlook still volatile
    - ERCOT Nodal market implementation in December 2010
    - Difficult to incorporate in a multi-year fixed price

# Proposed Offering

- Five Year Contract Term @ 5.7 Cents / kWh
- Congestion collected through Fuel Charge
- Current Batch 6 Subscribers
  - Automatically enrolled in new offering
  - 10 Year contracts revised to 5 Year, end Dec 2014
- Unsold energy collected through Fuel Charge  
(Identical to previous offerings)