## **RESOLUTION NO. 20060112-030**

WHEREAS, the City of Austin is nationally recognized for its conservation, renewable energy and quality of life programs; and

WHEREAS, the City's electric utility Austin Energy, at the direction of the Austin City Council, established goals that 20% of the power it produces will flow from renewable sources by 2020 and 15% of its new load by that date will be met through energy efficiency; and

WHEREAS, Austin Energy established its GreenChoice® renewable energy program in 2001 with the goal of building one of the most successful programs in the nation; and

WHEREAS, the GreenChoice® Program has been the Number One utility-sponsored green power program in the nation three years running for sales, outperforming 600 other programs nationwide; and

WHEREAS, a key component to that success has been an innovation under which the regular fuel charge on the electric bill is replaced by a "GreenChoice® Charge" for subscribers to the green power program; and

WHEREAS, in an effort to pass on to customers the fixed long-term cost of renewables, the GreenChoice<sup>®</sup> Charge stays fixed for the life of Austin Energy's wind-energy contracts, which typically span a 10-year period; and

WHEREAS, the soaring cost of natural gas and coal have required an increase that has pushed the regular fuel charge higher than the GreenChoice® Charge which means customers subscribing to GreenChoice® are paying less for electricity than non-subscribers; and

WHEREAS, because of high customer participation rates, the remaining energy supply available under the current GreenChoice® wind contract is almost sold out and;

WHEREAS, because GreenChoice® is now less expensive than conventional power, an increase in subscriptions in excess of available supply is expected; NOW THEREFORE,

## BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF AUSTIN:

That the City Manager is directed to do the following:

- 1. To ensure a fair distribution of the remaining GreenChoice® Batch 4 supply, implement a subscription application process that will be fair to all customers; and
- Advertise that subscription application process through the media and other means and allow sufficient time for all customers to both be notified and to apply; and

- 3. Set a date for a drawing with the goal of allocating an equal share of the remaining GreenChoice® Batch 4 supply to each of the three customer groups: residential, small commercial and large commercial customers; and
- 4. Conduct the drawing and notify those customers of the effective date of their enrollment into the GreenChoice® Program; and
- 5. Work with Austin Energy staff to ensure that additional supplies of renewable energy are procured expeditiously so that customers will have the ongoing opportunity to participate in the GreenChoice® program.

ADOPTED: January 12, 2006

ATTEST:

hirley A. Gentry

City Clerk