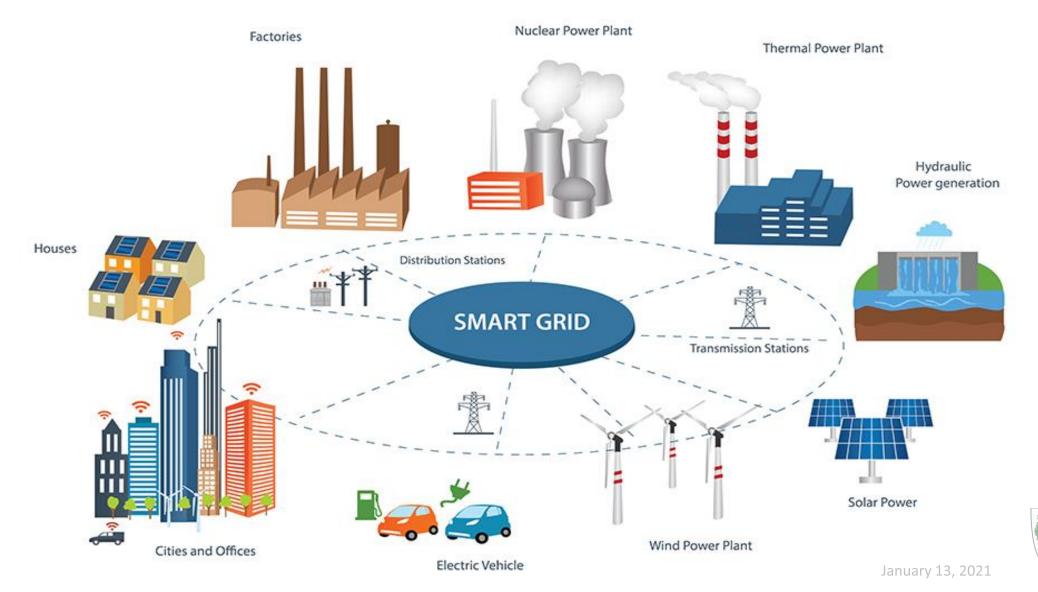


Renewable Energy Credit Program





Grid Power Sources







Renewable Energy Credit (REC) Program

- established in 1999 by Public Utility Commission of Texas (PUCT)
- allows customer access to renewable energy resources through providers
- promotion of increases of additional renewable energy capacity in Texas
 - 2K MW by 2009
 - 10K MW by 2025





Renewable Energy Credit

- 1 REC represents 1 MWh of renewable energy
- physically metered & verified
- unique serial number
- can be banked, retired, bought, sold, and traded
- increases City's proportion renewable energy in total energy profile
- City purchases RECs through ERCOT (Electric Reliability Council of Texas) at market price





Customers and REC Program

- allows for 100% renewable energy to customer
- optional agreement for specified time period
- customer fee based on actual usage
- fees evaluated and adjusted periodically based on market





Completed Steps

- City's REC account established with ERCOT
- REC acquisition process through LCRA instituted
- deposited first RECs into City ERCOT account
- confirmed \$5 per 1,000 kWh "Renewable Energy Adder"
 - covers all associated costs
 - is equivalent to adder at Bluebonnet Electric Cooperative.





More Updates

- created the City financial system GL codes to:
 - allow collection of Renewable Energy Adder through utility billing
 - purchase RECs through our LCRA monthly invoicing.





Customer Costs

ACCOUNT AC	TIVITY				
Current Read	Date	Prev Read	Current Read	Multiplier	Usage
04-13-2020 09-24-2020 04-13-2020		975 0 8596352	1999 1024 8636798	1.0 1.0 0.1	<mark>1024</mark> 1024 4045
'ATER GAL	Service [Description	RENT CHARGES		Charge
- 7000 - 6000 - 5000 - 4000	Electric Water Sewer Garbage Community	Enhancement			158.58 40.78 54.74 28.24 1.50
3000	TOTAL CU	IRRENT CHARGES	S		283.84





Customer Costs

CHARGE DETAILS						
Service Description	Rate	Usage	Charge			
ELECTRIC CHARGES:						
Basic Charge, Residential			65.03			
kWh Charge, Res	0.020800	1024	21.30			
Power Cost Recovery Fact, Res	0.063272	1024	64.79			
kWh Renewable Energy Adder	0.005000	1024	5.12			
Electric Taxes			2.34			
TOTAL ELECTRIC CHARGES	158.58					





Remaining Steps

- finalize detailed SMEU administrative procedure
 - management and monitoring of customer registration and renewal
 - REC brokering
- presentation to and action by full Council
- publicity campaign development and rollout with City Communications Department
- Enroll our first customer !!!!





Questions

