



Change in Law Notice Massachusetts Clean Energy Standard

November 16, 2020

Board of Selectmen
Town of Westford
55 Main Street
Westford, MA 01886
jross@westfordma.gov

Re: Change in Law Notice – Massachusetts Clean Energy Standard

Dear Ms. Ross,

Constellation is writing to inform you of recent regulatory changes in Massachusetts that will affect our electricity customers receiving service through the Town of Westford’s (the “Town”) Community Electricity Aggregation Program (“Program”). These changes, to comply with the Massachusetts Clean Energy Standard will result in increased costs for all electricity suppliers and utilities.

This past July the Massachusetts Department of Environmental Protection (“DEP”) finalized new regulations or otherwise modified existing regulations associated with procuring renewable energy certificates or making alternative compliance payments to comply with the Massachusetts Clean Energy Standard, including the costs for the expansion of the Massachusetts Clean Energy Standard Expansion creating a purchase obligation relating to the annual procurement from *existing* clean generators as described in 310 CMR 7.75 finalized by the DEP in August, 2017, as amended in July 2020 (“CES-E”).

We value our relationship with consumers participating in the Program and are sensitive to the effect these Massachusetts Clean Energy Standard changes will have on our customers. Unfortunately, at the time the Electric Service Agreement (“ESA”) was executed between the Town and Constellation the cost obligation for CES-E was not yet known, and as such was excluded from the current contract price. The increased cost will be reflected in the electricity bills of consumers participating in the Program as of the January 2021 service commencement date. The price impact of this new standard will cause the contract price to increase by \$0.00085/kWh. As of the date of this letter, we do not anticipate additional price adjustments relating to CES-E during the term of the ESA provided that there are no modifications or changes to the CES regulation in effect as of such date that qualify as a Regulatory Event (as described in the ESA). The new retail price that applies to all rate classes is as follows:

Default Program: all participants are enrolled in this product option unless they opt out	Price per kWh
Municipality’s Local Green (10% additional Renewable Energy Credits)	\$0.10793
Optional Programs: to enroll in this product option participant must affirmatively opt in	
Municipality’s Basic (0% additional Renewable Energy Credits)	\$0.10470
Municipality’s 50% Local Green (50% additional Renewable Energy)	\$0.12083
Municipality’s 100%Local Green Program (100% Renewable Energy Credits)	\$0.13695

If you have any questions concerning this change, please feel free to contact GovAggDL@exeloncorp.com.

Sincerely,

Nancy H. Fischer

Nancy Fischer
VP Operations, Constellation

Cc: Mr. Charles de Casteja
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