

MACNY Market Access Power Program

Program Overview

The MACNY purchasing program aggregates load from participating members and provides access to the competitive wholesale electric power market. Coupled with Constellation's energy management tools, this program provides members with the tools to create and develop a purchasing strategy to manage energy costs and risks over time.

How Does it Work

Members sign a Block and Index contract authorizing Constellation to supply a member specified amount of their expected usage from blocks procured from the wholesale market. Constellation will aggregate the participating member load and solicit wholesale bids for these aggregate blocks, taking the most competitive bid. Constellation will then allocate portions of the purchased blocks to each respective member account. Any usage outside the block purchases will be provided at market index price.

Each member will have access to Constellation's energy management system, Information to Implementation (i2i), which provides sophisticated and detailed budget forecasting and tracking.

Program Benefits

This unique program allows MACNY members to benefit from the increased purchasing power of member aggregation, freeing up time and resources for each member to focus on its core business—manufacturing.

- **Competitive Sourcing and Pricing:** Constellation will provide access to wholesale market blocks, a platform where bidders compete to source load, bringing a competitive price to match the scale of the aggregation.
- **Transparency:** Access to the wholesale market also allows MACNY members to see competitive bids on the blocks, providing process accountability.
- **Detailed Budget Forecasting:** By working with Constellation, MACNY members gain access to i2i, a proprietary energy management modeling software that provides detailed forecasting and helps minimize the risk of energy price volatility. With blocks sized at a very high percentage of expected usage, budget predictability is increased.

Program Term

Members have the option to participate in purchasing opportunities for one or two year terms.

Member Energy Price

Members' final average price is based on the block and index product purchased in the wholesale market plus the ancillary costs associated with delivering the power to each member. The i2i tool provides detailed budgeting insight on these costs.

Member Qualifications

MACNY member facilities in NY are eligible for this offering.

MACNY Purchasing Program FAQs

Will large members subsidize smaller ones?

No. All members will receive the same block pricing. Each member's incremental usage variance outside of their respective block volumes will be charged at market index rates, thus eliminating the potential for cross-subsidization. Block prices will reflect the purchasing power of buying in aggregate.

In addition to the value of buying in aggregate, what are some other program benefits?

By participating in a wholesale bidding program, members are competitively sourcing their supply from the wholesale market, ensuring transparency and competitive energy pricing.

I'm already in an aggregation, what's the difference?

Buying energy through most aggregation groups leverages some of the purchasing power of buying in bulk; however, it does not necessarily provide access to the wholesale market. With Constellation, members benefit from transparency, competitive sourcing, and wholesale pricing.

Is it possible that a lower price is available at some point in time?

Yes. This is possible with any risk management program. If a member is concerned about this, a 100% index product may be purchased outside the pool.

Can members leave the program?

Yes. Participating members can always leave the program, but must remain with Constellation through the end of the contract term. Any purchases made on behalf of the member under the program will be carried out through the end of the contract term.

Can members fix remaining load on index at any time?

Yes, members can fix the remaining index load at any time. The price of fixing the remaining load will be provided in the monthly budget report.

What if our organization is already under contract with a Retail Energy Supplier (RES)?

Member must complete the term on any existing contract with Constellation (or another RES) before starting service on this program. A member may need to sign an interim deal covering the term between the end of the current contract and taking service under this program.

What information will members find in their budget reports?

Program participants will receive comprehensive monthly statements of purchases and budget performance through Constellation's i2i program. Reports start with our forecast of member usage and cost, comparisons of forecast to actual, and variance analysis. Participating members may set a budget to track actual and budget variance reporting.

When do I get my budget reports?

Upon enrollment, members will begin receiving monthly PDF reports.

Will members need to sign anything to be in the program?

Yes. All members participating in this program will need to sign an agreement that defines the overall program and the terms of the contract.

Questions? Please contact Tom Cunningham at 315.546.3212 or thomas.cunningham@constellation.com