

Alternative Energy Credits (“AEC”) RFP
Delivery Schedule
12-month AEC Products in the January 2013 Solicitation

Purpose of this document

This document provides, for each product of the AEC RFP, the Delivery Schedule that is required for winning AEC Suppliers in the January 2013 Solicitation. This Delivery Schedule will ensure that PPL Electric will be able to fulfill its AEPS Obligation as required by the AEC SMA. The Delivery Schedule divides the 12-month supply period into two segments: a three-month period from March 1, 2013 through May 31, 2013 and an nine-month period from June 1, 2013 through February 28, 2014. The Delivery Schedule specifies the portion of the contract quantity won by the AEC supplier that must be delivered in each segment. During each segment, the number of AECs must be provided in equal monthly deliveries.

The present document does not affect winning AEC Suppliers in past solicitations. The present document will be updated to apply in future solicitations.

Tier I (non-PV)

Table 1A provides the Delivery Schedule for Tier I (non-PV) AECs.

- Column A provides the two (2) segments of the 12-month supply period.
- Column B provides, for each segment, the portion of the contract quantity won by the AEC supplier that must be delivered in that segment.
- The AECs must be based on renewable generation that occurred during the period provided in Column C of the table, called the “vintage”.

The percentage of the contract quantity to be supplied in a segment of the supply period increases during the term of the contract because the AEPS obligations increase during the term of the contract.

Table 1A: Delivery Schedule for Tier I (non-PV) AECs

A	B	C
Segment of Supply Period	Portion of Contract quantity to be delivered	Vintage
3/1/2013-5/31/2013	61.43%	Between 6/1/2010 and 5/31/2013
6/1/2013-2/28/2014	38.57%	Between 6/1/2011 and 5/31/2014

Example: The target for this solicitation is 47,219 Tier I (non-PV) AECs, for which Supplier A is awarded 28,350 AECs. Supplier A’s delivery schedule is as follows:

Table 1B: Example of Delivery Schedule for Tier I (non-PV) AECs

A	B	C*	D*
Segment of Supply Period	Portion of Contract quantity to be delivered	Quantity to be delivered in segment of Supply Period	Quantity to be delivered in each month of segment
3/1/2013-5/31/2013	61.43%	17,415	5,805
6/1/2013-2/28/2014	38.57%	10,935	1,215
TOTAL	100%	28,350	

*Quantity in a segment will be rounded to yield a whole number. PPL Electric will round up or round down a fractional quantity at its discretion to yield a whole number. In addition, monthly quantities can differ across months of the same segment if the quantity in a segment is not divisible by the number of months in that segment.

Tier I (PV)

Table 2A provides the Delivery Schedule for Tier I (PV) AECs.

- Column A provides the two (2) segments of the 12-month supply period.
- Column B provides, for each segment, the portion of the contract quantity won by the AEC supplier that must be delivered in that segment.
- The AECs must be based on renewable generation that occurred during the period provided in Column C of the table, called the “vintage”.

The percentage of the contract quantity to be supplied in a segment of the supply period increases during the term of the contract because the AEPS obligations increase during the term of the contract.

Table 2A: Delivery Schedule for Tier I (PV) AECs

A	B	C
Segment of Supply Period	Portion of Contract quantity to be delivered	Vintage
3/1/2013-5/31/2013	16.83%	Between 6/1/2010 and 5/31/2013
6/1/2013-2/28/2014	83.17%	Between 6/1/2011 and 5/31/2014

Example: The target for this solicitation is 305 Tier I (PV) AECs, for which Supplier B is awarded 195 AECs. Supplier B’s delivery schedule is as follows:

Table 2B: Example of Delivery Schedule for Tier I (PV) AECs

A	B	C*	D*
Segment of Supply Period	Portion of Contract quantity to be delivered	Quantity to be delivered in segment of Supply Period	Quantity to be delivered in each month of segment
3/1/2013-5/31/2013	16.83%	33	11
6/1/2013-2/28/2014	83.17%	162	18
TOTAL	100%	195	

*Quantity in a segment will be rounded to yield a whole number. PPL Electric will round up or round down a fractional quantity at its discretion to yield a whole number. In addition, monthly quantities can differ across months of the same segment if the quantity in a segment is not divisible by the number of months in that segment.

Tier II

Table 3A provides the Delivery Schedule for Tier II AECs.

- Column A provides the two (2) segments of the 12-month supply period.
- Column B provides, for each segment, the portion of the contract quantity won by the AEC supplier that must be delivered in that segment.
- The AECs must be based on renewable generation that occurred during the period provided in Column C of the table, called the “vintage”.

Table 3A: Delivery Schedule for Tier II AECs

A	B	C
Segment of Supply Period	Portion of Contract quantity to be delivered	Vintage
3/1/2013-5/31/2013	62.50%	Between 6/1/2010 and 5/31/2013
6/1/2013-2/28/2014	37.50%	Between 6/1/2011 and 5/31/2014

Example: The target for this solicitation is 74,979 Tier II AECs, for which Supplier C is awarded 60,000 AECs. Supplier C’s delivery schedule is as follows:

Table 3B: Example of Delivery Schedule for Tier II AECs

A	B	C*	D*
Segment of Supply Period	Portion of Contract quantity to be delivered	Quantity to be delivered in segment of Supply Period	Quantity to be delivered in each month of segment
3/1/2013-5/31/2013	62.50%	37,500	12,500
6/1/2013-2/28/2014	37.50%	22,500	2,500
TOTAL	100%	60,000	

*Quantity in a segment will be rounded to yield a whole number. PPL Electric will round up or round down a fractional quantity at its discretion to yield a whole number. In addition, monthly quantities can differ across months of the same segment if the quantity in a segment is not divisible by the number of months in that segment.

Delivery to GATS and Payment

AECs must be transferred to PPL Electric's GATS account within 40 calendar days of the last day of the month (and 50 calendar days of the last month of the delivery period). PPL Electric will make payments in accordance with the revised delivery schedule for AEC transactions pursuant to this January 2013 solicitation and all future solicitations of the AEC RFP. Please consult sections 2.3(c), 2.3(d), 5.1 and 5.2 of the AEC SMA for more information.

A winning AEC Supplier may not deliver fewer AECs than the specific amount of AECs each month in accordance to the schedules above and the contract quantity. PPL Electric may accept more AECs from a winning AEC Supplier; however, the quantity delivered by an AEC Supplier in a segment of the supply period may not exceed the amount of AECs required across all months of the segment of the supply period in accordance to the schedules above and the contract quantity.

This document is provided for the convenience of bidders. Exact monthly quantities will be provided in the Transaction Confirmation to winning bidders.