

April 19, 2024

Dear Gloucester Electricity Customer,

You will be automatically enrolled in the Gloucester Community Electricity Aggregation product, "Gloucester Local Green", unless you affirmatively opt out by mailing and postmarking the enclosed opt-out card by May 22, 2024.

The City of Gloucester is offering a program called Gloucester Community Electricity Aggregation (Gloucester CEA). The Program is a carefully designed alternative to your current electricity supply options, which include those offered by Gloucester and other third-party electricity suppliers. By implementing the Program, Gloucester aims to provide electricity products that increase our community's renewable energy use and reduce carbon pollution.

# YOUR OPTIONS

Your participation in the Program is voluntary. You can leave the Program at any time without penalties or fees.

- Automatically enroll in Gloucester Local Green, which adds 10% voluntary renewable energy (MA Class I RECs) If you take no action, you will be automatically enrolled in the default product, Gloucester Local Green, starting on your June 2024 meter read. The electricity supplier for the Gloucester Community Electricity Aggregation Program is Constellation.
- Choose to enroll in another Gloucester product with more or less renewable energy content
  To choose a different product, call the program's electricity supplier, Constellation, at (833) 942-3018, or submit an online request at Gloucester-CEA.com.
- Choose to continue with National Grid Basic Service

  To remain with National Grid Basic Service for your electricity supply, you must opt out. To opt out before being automatically enrolled, you must take one of the following actions before May 22, 2024:

Postmark and mail the enclosed opt-out card

or

call Constellation at (833) 942-3018

or

submit the opt-out form at Gloucester-CEA.com

#### PRODUCT SUMMARY

	National Grid Basic Service (if you opt out)	Gloucester Basic	Gloucester Local Green (automatic)	Gloucester 100% Local Green
Price				
Residential	17.216 ¢/kWh		11.071 ¢/kWh	14.356 ¢/kWh
Small Business	17.552 ¢/kWh	10.706 ¢/kWh		
Large Business	11.265 ¢/kWh*			
Voluntary Renewable Energy Content	-	meets MA renewable energy requirements	adds 10% voluntary renewable energy (MA Class I RECs)	adds 100% voluntary renewable energy (MA Class I RECs)
Duration	Jan through Jul 2024 *Large Business: May through Jul 2024  Enrollment through December 2024		Enrollment through December 2024	Enrollent through December 2024

The Gloucester Community Electricity Aggregation Program cannot guarantee savings compared to National Grid Basic Service for the duration of the Program pricing as future Basic Service rates are unknown.

Program prices could also increase as a result of a change in law that results in a direct material increase in costs during the term of the electric supply contract. Program prices include a commission fee of 0.1 ¢/kWh for the aggregation consultant. Program prices also include taxes which are billed as part of the power supply charge.

Gloucester Community Electricity Aggregation prices apply to service beginning and ending on the days of the month that your meter is read. Rates indicated above are for Supply Services only.

Some products contain additional Renewable Energy Certificates (RECs) above that required by MA law. The additional RECs qualify for MA Class I designation from generation located within, or delivered to, New England.

#### RENEWABLE ENERGY DETAIL

The Commonwealth of Massachusetts requires that all electric supply products include a minimum of 59% renewable energy resources in 2023, 62% in 2024, and 63% in 2025. Some program products, as shown below, contain additional renewable energy that exceeds the minimum required by the Commonwealth.

Name	Year	Required RPS MA Class I	Required Other	Voluntary MA Class I	Total
National Grid	2023	22%	37%	-	59%
<b>Basic Service</b>	2024	24%	38%	-	62%
(if you opt out)	2025	27%	36%	-	63%
Gloucester	2023	22%	37%	-	59%
Basic	2024	24%	38%	-	62%
Dasic	2025	27%	36%	-	63%
Gloucester	2023	22%	37%	10%	69%
<b>Local Green</b>	2024	24%	38%	10%	<b>72</b> %
(automatic)	2025	27%	36%	10%	73%
Gloucester	2023	22%	37%	41%	100%
100% Local Green	2024	24%	38%	38%	100%
100% Local Green	2025	27%	36%	37%	100%

The Renewable Portfolio Standard (RPS) is the minimum renewable energy required each year by the Commonwealth of Massachusetts. MA Class I renewables are from new sources located within, or delivered to, New England, and built after 1997. For details on all required sources, see <a href="https://www.mass.gov/service-details/program-summaries">www.mass.gov/service-details/program-summaries</a>.

### PROGRAM DETAIL

- National Grid will continue to deliver the electricity that you use in your home and is responsible for the delivery charges that appear on your monthly bill. If you have questions about the delivery portion of your bill, contact National Grid at (800) 322-3223, or by visiting <a href="https://www.nationalgridus.com/ma-home/">https://www.nationalgridus.com/ma-home/</a>.
- The Program is served by Constellation, DPU license number CS-015, (833) 942-3018, https://www.constellation.com/.
- You can switch to a different program supply product any time after you've enrolled.
- Budget Plan or Eligible Low-Income delivery rate consumers will continue to receive those benefits from National Grid.
- <u>Solar Electricity Consumers</u> will not be impacted and will continue to receive their net metering credits while participating in the Program.
- You can <u>leave</u> the Program with no associated early termination fees any time after you've enrolled. If you leave the Program, your account(s) will be returned to National Grid Basic Service on the next available meter read.
- <u>Exit Terms for Basic Service</u>: There is no penalty charge for leaving National Grid Basic Service, however, Large Business customers may receive a billing adjustment charge or credit.
- <u>Information about Basic Service</u>: visit <u>www.mass.gov/info-details/basic-service-information-and-rates</u>, or call National Grid at (800) 322-3223.
- If you are receiving electricity supply from a <u>competitive supplier</u> and believe you have received this opt-out letter in error, you must sign and return the enclosed opt-out card. This will ensure you continue to receive your electricity from that competitive supplier and prevent any possible early termination fees.
- <u>Tax-exempt small business</u> customers participating in the Program must provide a copy of their Tax Exemption Certificate directly to Constellation via email at <u>CNETaxForms@constellation.com</u>, or mail at Attn: Tax Team, 1001 Louisiana Street, Suite 2300, Houston, TX 77002 in order to maintain their tax-exempt status.
- If you participate in the Program, you will be automatically enrolled at a new price at the end of the contract term unless you inform the City otherwise. The new price may be higher or lower than the existing price, and the voluntary renewable energy content may change. The City will contact you no later than 30 days before each automatic renewal to notify you of your supply options.

## **CUSTOMER SUPPORT & MORE**

Please visit Gloucester-CEA.com, or call (833) 942-3018 for additional program details.

The Massachusetts Department of Public Utilities recommends that consumers visit the Energy Switch website to view the broad range of available electric supply products, including your electric utility's basic service price. You can visit the website at <a href="http://energyswitchma.gov">http://energyswitchma.gov</a>.