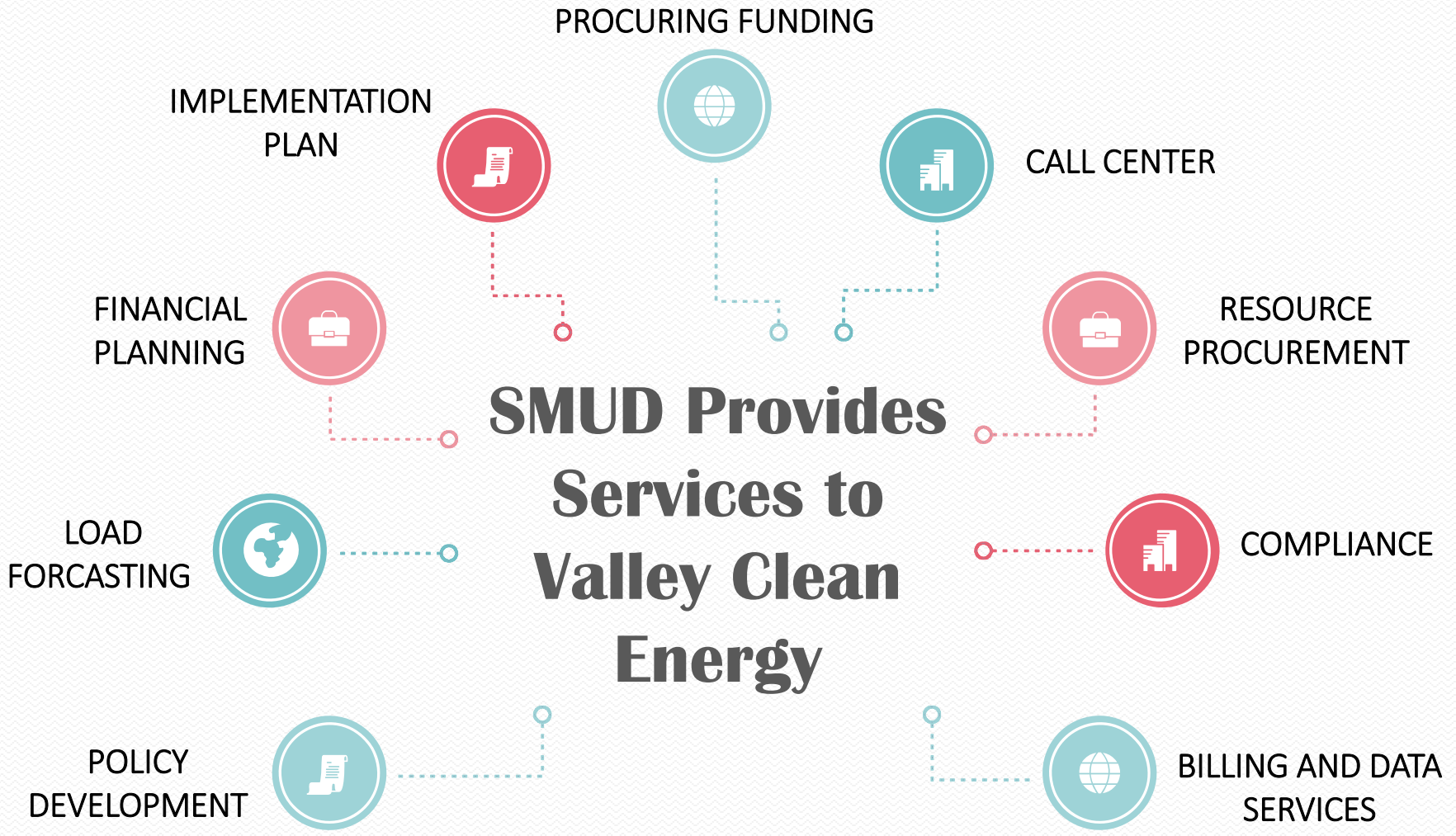
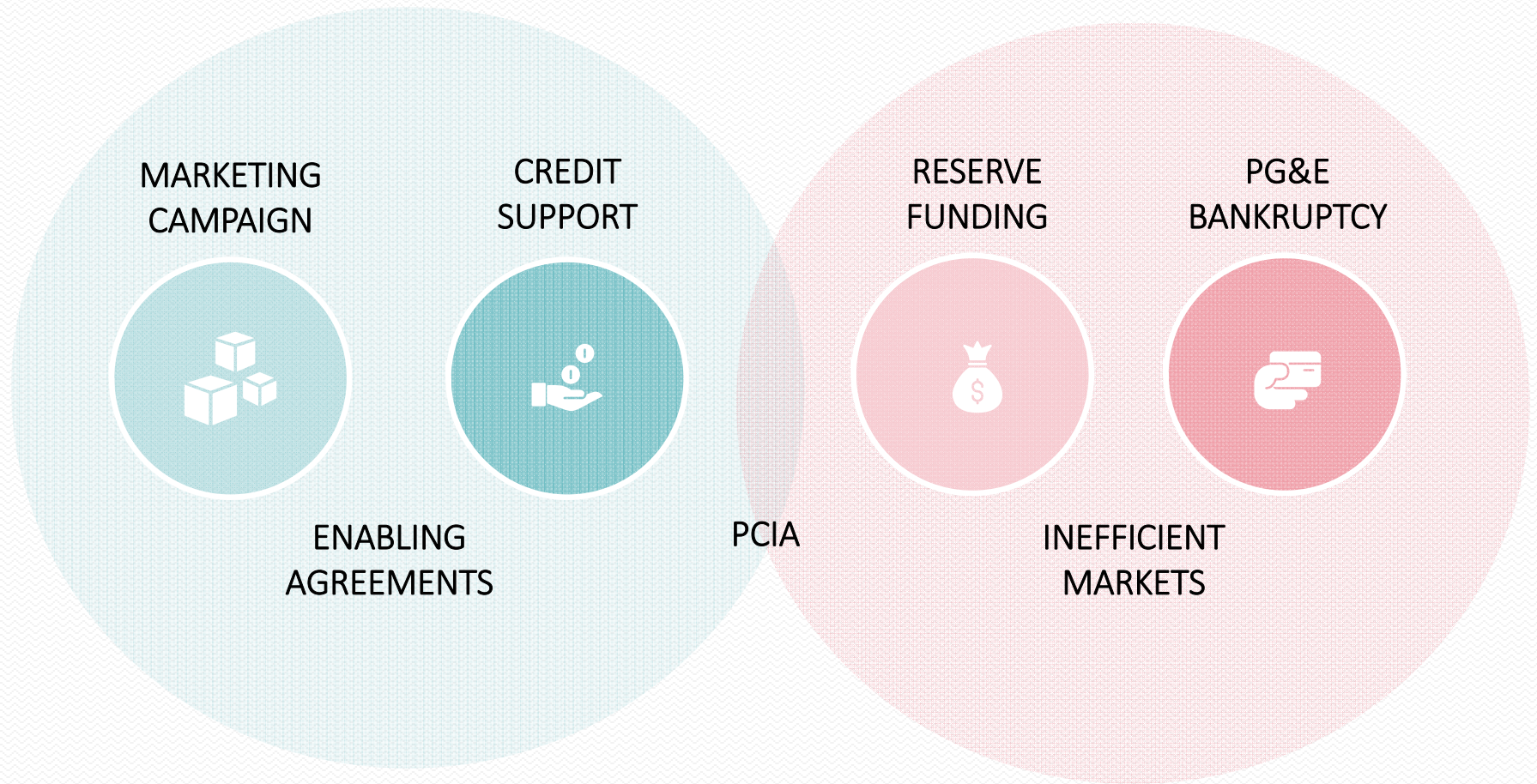


**An Insiders
Perspective on
a Community
Choice
Aggregator**

Mark Oosterman, ERP
Energy Credit Manager
Sacramento Municipal
Utility District



Early Years Challenges



Power Cost Indifference Adjustment

Law requires remaining PG&E customers to be left economically “indifferent” to VCE’s customers leaving PG&E’s service

The PCIA is the “exit fee” that is intended to ensure such indifference

The PCIA can be negative (PG&E customers paying VCE customers) or positive (VCE customers paying PG&E customers)

PCIA may be influenced by the rejection or renegotiated PPA’s