

# The Mild, Mild Midwest

## A REC Market Overview

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**Blue Delta Energy**

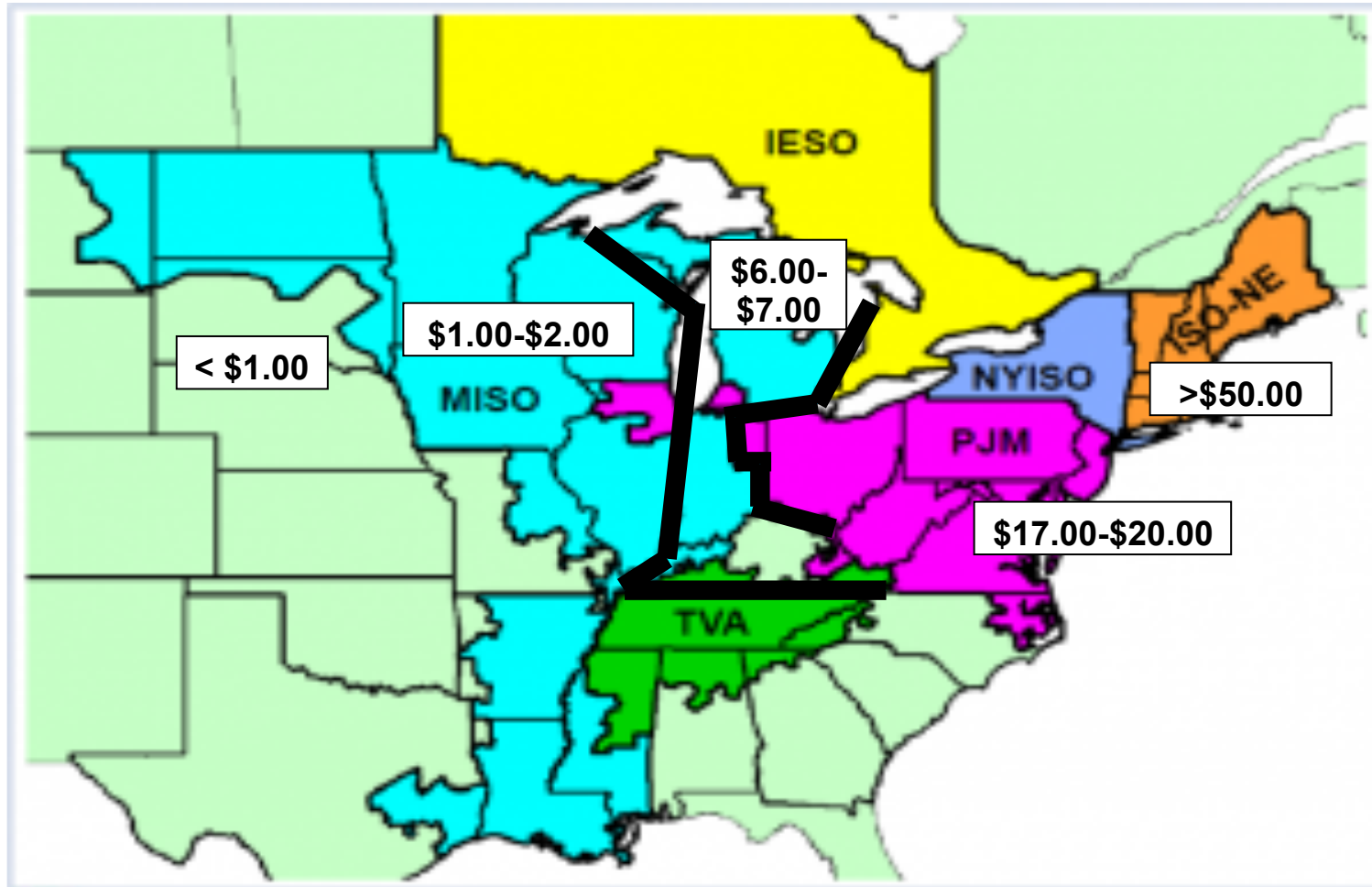
# Midwest REC Overview

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- Eastern Interconnect REC Price seams – coming apart?
- Illinois – Poised for change?
- Ohio – At an “interesting” crossroads...

# REC Price Seams

## Tier 1 REC Spot Market Prices



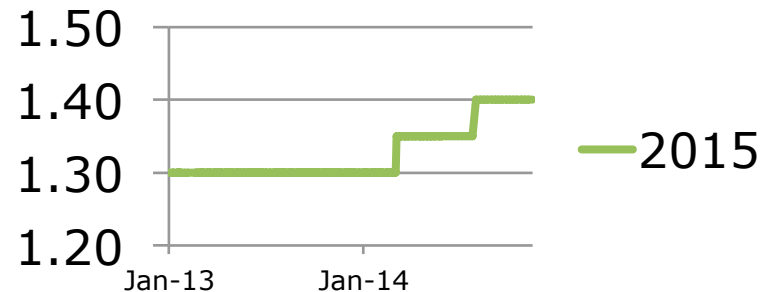
# Illinois

## Changes in the air?

### □ Demand

- 10% for EY15 increasing to 25% by 2026
- Estimated EY15 REC Demand
  - IOUs: 2.95MM
    - Already procured thru RFP
  - ARES: 8.25MM
    - But 50% is an ACP payment

### Illinois MRETS Wind



Source: Marex Spectrometer

- SRECs for ARES in 2016? Maybe, maybe not...
- Potential for the “unintended consequences of laws”

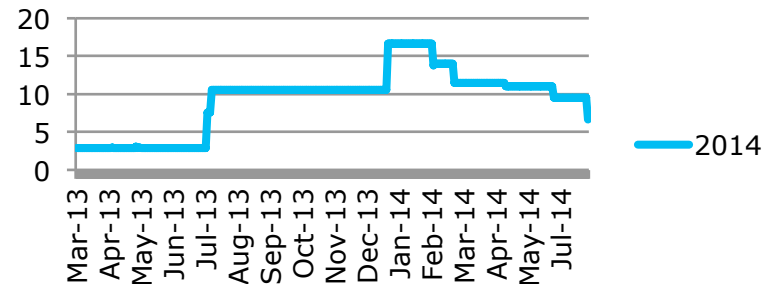
# Ohio

## At an “interesting” Crossroads?

### □ Demand

- 3.5% for 2014 increasing to 12.5% by 2026
- Estimated RY14 REC Demand
  - EDUs: 2.08MM
  - CRES: 1.07MM

### Ohio Non-Solar

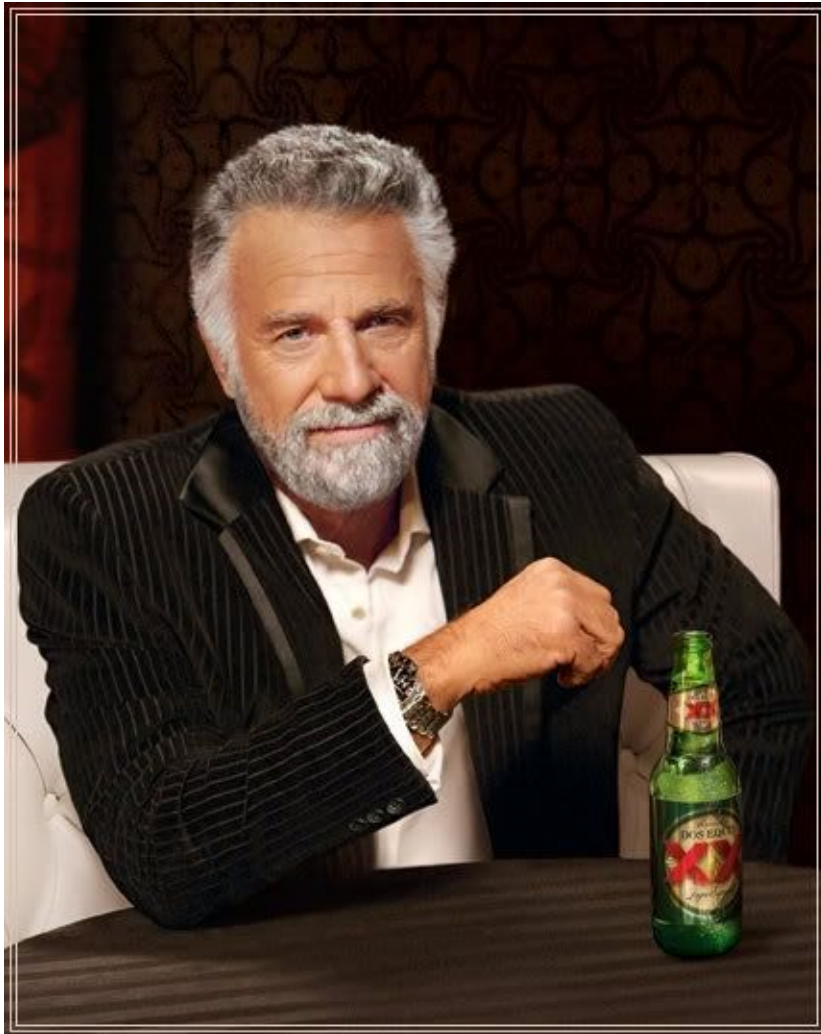


Source: Marex Spectrometer

- Upon further review - Safe Harbor is ruled out
- Senate Bill 310
- Significant new hydro resources, but growing supplier concentration

# Thank you and “Stay Thirsty”

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- ▣ And coming soon to the Northeast!