



GDS Associates, Inc.

Engineers and Consultants

**PRESS
RELEASE**

**FOR IMMEDIATE
RELEASE**

**EAST TEXAS ELECTRIC COOPERATIVE AND
NORTHEAST TEXAS ELECTRIC COOPERATIVE
ISSUE REQUEST FOR PROPOSALS**

Nacogdoches, Texas and Longview, Texas. Tuesday, February 8, 2011. East Texas Electric Cooperative, Inc. (“ETEC”) and Northeast Texas Electric Cooperative, Inc. (“NTEC”) are issuing this Request for Proposals (“RFP”) to solicit proposals from third-parties interested in purchasing unit-contingent capacity and associated energy from the Harrison County Power Project located near Marshall, Texas (“HCPP”). ETEC/NTEC prefer to sell power under a tolling agreement structure, but will consider other acceptable alternatives, in minimum increments of 50MW blocks up to a 200 MW block. ETEC and NTEC have approximately 225 – 285 MW of capacity available to sell from HCPP from 2011 through 2014.

HCPP has a minimum of 50 MW and up to 285 MW of excess power available for sale. The minimum term for all proposals will be 4 months but can be extended up to 45 months for the period of April 1, 2011 through December 31, 2014. Contracts with potential Buyers will be a Unit Firm Tolling Agreement with Business Day-Ahead Energy Dispatch. Energy must be scheduled in 16 or 24 consecutive hour blocks during any one calendar day period. All variable related O&M expenses and unit start-up costs will be passed through and Buyer will be responsible for fuel procurement, transportation, and delivery of fuel to HCPP. ETEC/NTEC are willing to discuss alternative arrangements for procuring and delivering fuel to the plant on behalf of a Buyer. Bids for capacity should be expressed in \$/kW-month.

All Proposals received will be considered. ETEC and NTEC welcome proposals from all potential providers of its requirements, including, but not limited to: Utilities, Exempt Wholesale Generators, Independent Power Producers, Qualifying Facilities, alternative/renewable resource developers, power marketers and energy service companies. Potential respondents and other interested parties may obtain the RFP and other information by visiting the website operated by ETEC/NTEC’s power supply consultant, GDS Associates, Inc. (<http://www.gdsassociates.com/rfp/rfp.html>). Information provided at the website includes: the complete RFP, a description of the HCPP facility and available capacity, RFP schedule, and response forms along with other information useful to potential respondents.

Questions concerning the RFP should be directed to Chris Dawson via:

GDS Associates, Inc.	Phone:	(770) 799-2366
Suite 800	Fax:	(770) 426-0303
1850 Parkway Place	E-mail:	chris.dawson@gdsassociates.com
Marietta, GA 30067		

Proposals submitted in response to this RFP are due on **March 8, 2011**.