

STATEMENT OF JONATHAN F. WALLACH

1. My name is Jonathan F. Wallach. I am Vice President of Resource Insight, Inc., 5 Water Street, Arlington, Massachusetts.

2. I have worked as a consultant to the electric-power industry since 1981. From 1981 to 1986, I was a research associate at Energy Systems Research Group. In 1987 and 1988, I was an independent consultant. From 1989 to 1990, I was a senior analyst at Komanoff Energy Associates. I have been in my current position at Resource Insight since September of 1990. Over the past twenty-nine years, I have advised clients on a wide range of economic, planning, and policy issues relating to the regulation of electric utilities, including: electric-utility restructuring; wholesale-power market design and operations; transmission pricing and policy; market-price forecasting; market valuation of generating assets and purchase contracts; power procurement strategies; risk assessment and mitigation; integrated resource planning; mergers and acquisitions; cost allocation and rate design; and energy efficiency program design and planning. My resume is attached as appendix to this statement.

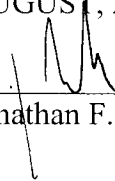
3. Over the last seven years, I have assisted the Compact on numerous occasions in the solicitation and procurement of retail power supply to serve the Compact's aggregated load, and other solicitations. My services to the Compact for these procurements included assistance in drafting of Requests for Proposals and contracts for the purchase of all-requirements power supply, evaluation of bidders' price offers, and assistance in negotiations with prospective suppliers. In addition, I have assisted the Compact in the economic evaluation of proposals for wholesale power supply, and advised the Compact on matters relating to the procurement and pricing of basic service power supply.

4. I have also served for many years as a consultant to the Maryland Office of People's Counsel, the Connecticut Office of Consumer Counsel, and the Office of the Ohio Consumers' Counsel, providing technical assistance, strategic advice, and expert testimony on a wide range of issues relating to the design and implementation of wholesale and retail power markets and the procurement and pricing of retail default service.

5. I have sponsored expert testimony in fifty state, provincial, or federal proceedings in the U.S. and Canada.

6. In my opinion, the Compact must keep the following information confidential: power supply pricing; the identity of power suppliers; the methods used to evaluate power supply price offers; the evaluation of bidder's prices and terms and conditions; the Compact's energy forecasting models; and forecasts of prices for energy, capacity, RECs, and ancillary. Based on my experience in the energy industry, if such information is disclosed, it will adversely affect the Compact's ability to conduct its business in relation to other entities making, selling or distributing electric power and energy.

SIGNED UNDER THE PAINS AND PENALTIES OF PERJURY THIS 8th DAY OF AUGUST, 2011.



Jonathan F. Wallach