

# LEI Semi-Annual Regional Market Update and 10-year Electricity Price Forecast - ERCOT -

## Table of contents

<b>1</b>	<b>MARKET OVERVIEW AND RECENT DEVELOPMENTS</b> .....	<b>1</b>
<b>2</b>	<b>MODELING ASSUMPTIONS</b> .....	<b>4</b>
2.1	MARKET TOPOLOGY .....	4
2.2	FUEL PRICE PROJECTIONS .....	5
2.3	EMISSIONS COSTS .....	6
2.4	COST OF GENERIC NEW ENTRY.....	6
2.5	IMPORT AND EXPORT FLOWS .....	6
2.6	DEMAND AND SUPPLY.....	7
<b>3</b>	<b>10-YEAR PRICE FORECAST</b> .....	<b>10</b>
3.1	ENERGY MARKET PRICES .....	10
3.2	IMPLIED MARKET HEAT RATE .....	11

## List of figures

FIGURE 1. INSTALLED CAPACITY (LEFT, MW AND %) AND GENERATION (RIGHT, GWH AND %) BY TECHNOLOGY TYPE, 2010 .....	1
FIGURE 2. INSTALLED CAPACITY (LEFT, MW AND %) AND GENERATION (RIGHT, GWH AND %) BY MARKET PLAYER, 2010 .....	2
FIGURE 3. REGIONAL TRANSMISSION INTERFACE .....	4
FIGURE 4. FOSSIL FUEL PRICE PROJECTIONS .....	5
FIGURE 5. EMISSIONS COST PROJECTIONS .....	6
FIGURE 6. ASSUMPTIONS OF GENERIC NEW ENTRY ALL-IN COSTS .....	6
FIGURE 7. DEMAND PROJECTIONS BY ZONE .....	7
FIGURE 8. MODELED NEW GENERATION PROJECTS (SHORT-TERM) .....	7
FIGURE 9. REGION-WIDE DEMAND-SUPPLY BALANCE.....	8
FIGURE 10. INTERNAL RESERVE MARGINS BY ZONE .....	9
FIGURE 11. SUPPLY CURVE 2015.....	9
FIGURE 12. FORECAST ENERGY MARKET PRICES, 2011 THROUGH 2020 .....	10
FIGURE 13. FORECAST MARKET HEAT RATES, 2011 THROUGH 2020.....	11