

MUNICIPAL ELECTRICITY AGGREGATION

A Discussion with Two Town Managers

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AGENDA

- Timeline and key events
- How did residents and businesses respond
- Communicating with residents
- Supply procurement: options considered, decisions made by each community
- Whether to pursue individually or as part of a regional group
- Key takeaways



TIMELINE AND KEY EVENTS

4 PHASES

Planning & DOER consultation

Regulatory review

Supply procurement

Public education & launch

HOW DID RESIDENTS & BUSINESSES RESPOND



POSITIVES

Savings

Price stability

A town-vetted supply option

Freedom to opt out at any time

NEGATIVES

Anti-government perspective



COMMUNICATING WITH RESIDENTS



Outreach

Opt-out letter

Public information sessions

Community access television

Web content

Informational materials

Responding to inbound calls

At town hall

At consultant's call center

At supplier's call center



SUPPLY PROCUREMENT

Options Considered, Decisions Made by Each Community

Term 1, 2, 3 years

Price Structure Annual or seasonal (level or stepped)

Rate-class-specific or blended (one price for all)

Fixed or variable

Options for integrating renewable energy

Optional product vs. default product

Source of RECs

Percentages of RECs



WHETHER TO PURSUE INDIVIDUALLY

Or as Part of a Regional Group

Issues considered:

- Effect on price Bigger is not better
- Risk of cross subsidies
- Preservation of local decision making

	Procurement date	MWH	Price (¢/kWh)
Westborough	Nov 4	100,000	9.2
Chelmsford	Nov 4	150,000	9.3
SRPEDD (22 communities)	Nov 10	1,700,00	9.5



KEY TAKEAWAYS

- Build **flexibility** into the plan to create room for your aggregation to evolve and meet specific community needs.
- Each community should make its own decisions about contract term,
 price structure, and renewable content.
- Communities should make those decisions after an indicative pricing round so that those decisions are grounded in current market information.
- Community branding and municipal staff participation
 are key to establishing program credibility within a community.