

March 12, 2014

FOR YOUR INFORMATION

To: Mayor and Members of City Council

From: Scott C. Stiles, Interim City Manager 

Subject: Award of Electric Aggregation Contract

I would like to inform you that I have reconsidered the electric aggregation contract with First Energy Solutions (FES), and will be signing on for 100% renewable or green energy as the default for the aggregation customers.

This selection will save the average eligible household about \$43.58 or 7% on electric bills per year compared to the Duke standard service offer. Approximately 65,000 households and small businesses are eligible to participate in aggregation.

After I had made my decision, FES agreed to allow the customer base to “opt-out” of the green energy and into the conventional energy, increasing consumer savings by \$5.63 annually. Additionally, households and small businesses may “opt-out” of the aggregation program all together and choose their own energy provider.

I will also keep in place a small price adder in the form of a green energy fee on the aggregation contract, and use the resulting revenue stream to support local energy projects. The Office of Environment & Sustainability will lead these efforts, which will keep the dollars local and the effects of the energy improvements in this community.

c: Larry Falkin, Director, Office of Environment & Sustainability 