
**VILLAGE OF SUGAR GROVE
BOARD REPORT**

TO: VILLAGE PRESIDENT & BOARD OF TRUSTEES
FROM: MATT ANASTASIA, FINANCE DIRECTOR
SUBJECT: APPROVAL: MUNICIPAL AGGREGATION PROGRAM
AGENDA: SEPTEMBER 1, 2020
DATE: AUGUST 28, 2020

ISSUE

Shall the Village Board approve participation in the Green Community Aggregation Program.

DISCUSSION

At the August 18, 2020 Board meeting the Village was presented a new aggregation program regarding Green Energy from Suppliers. Dave Hoover, from NIMEC our energy consultant, will discuss the program more in-depth, as well as discuss the bids received from suppliers of this program.

Background

The Village has been a part of an electric aggregation program since it was passed by referendum in March 2012. The “opt out” electric aggregation program allows the Village to go out to bid to negotiate the purchase of the combined electric supply of its residents and small businesses in effort to secure the most favorable terms for residents’ electricity supply.

Our energy consultant, NIMEC, has presented a new aggregation program, whereby the residents are charged the ComEd rate while all participants receive up to 100% renewable power. Through this program from the suppliers, the Village would then receive a Civic Contribution. This contribution has no restrictions on use when the Village receives it. NIMEC recently tested the market to confirm that a fixed rate lower than ComEd’s was not available.

How it Works

- Every residential electric account establishes unique usage consumption patterns. Factors such as volume, time of day, single family vs. multi-family, and usage during ComEd peak periods combine to create a complex power usage profile.

- Based upon each resident's unique usage profile, suppliers price each account individually.
- Suppliers provide power for those accounts that are profitable and keep all other accounts on ComEd.

All residents will continue to be billed by ComEd and will pay the exact same ComEd default rate. There are no additional costs to the Village or Residents. Residents may opt out and leave the program at any time for any reason, and will never be charged an early termination fee. Accounts who have already contracted with another supplier individually on their own or are on solar are not included in the program.

The Green Community Aggregation program enables the Village to receive the designation of US EPA Green Power Partner Community and to receive street signage from the EPA to post within the Village.

COST

There no cost to join the program.

RECOMMENDATION

The Village Board authorize the Village Administrator to approve a Green Community Aggregation Program in consultation with the Finance Director.