



CITY OF MCKINNEY, TEXAS

Legislation Details (With Text)

File #: 17-333 **Name:** 5-Energy Presentation for Energy Provider
Type: Agenda Item **Status:** Agenda Ready
In control: City Council Work Session
On agenda: 4/3/2017 **Final action:**
Title: Presentation by the City of McKinney Energy Consultant, 5, for the Selection of an Energy Provider for the Procurement of Electricity
Indexes:
Attachments: 1. Presentation

Date	Ver.	Action By	Action	Result
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Presentation by the City of McKinney Energy Consultant, 5, for the Selection of an Energy Provider for the Procurement of Electricity

COUNCIL GOAL: Financially Sound Government

MEETING DATE: April 3, 2017

DEPARTMENT: Financial Services

CONTACT: Mark Holloway, Chief Financial Officer
Trudy Mathis, Finance Director
Kelvin Bryant, Investment & Treasury Manager

RECOMMENDED CITY COUNCIL ACTION:

- N/A

ITEM SUMMARY:

- Presentation will cover
 - Market Update
 - Current Renewal Opportunity
 - Recommendations

BACKGROUND INFORMATION:

- The City has previously entered into an agreement with 5 to work as an advisor, consultant and energy broker on behalf of the City, and they have a presentation.
- 5 helped extend our previous/current contract with TXU while decreasing our base price per kilowatt hour (kWh) from \$.04999 to \$.04144 for December 1, 2019 through November 30, 2021.

- Due to natural gas storage being grossly below its 5 year average and the power market hovering around all-time lows, forward market pricing is lower, allowing the City to currently lock in pricing below \$.04 per kWh for up to 60 months.

FINANCIAL SUMMARY:

- Based on March 24, 2017 quotes, this could save the City approximately \$140,000/year over the 60 month term.
- Price per kWh will be based on the refreshed market rate on the day of bid.

BOARD OR COMMISSION RECOMMENDATION:

- N/A