

INTER OFFICE MEMO

To: Board of Directors

Date: April 12, 2018

From: J. Scott Mitchell
Chief Operating Officer

Reviewed by:

SUBJECT: Electrical Provider

BACKGROUND: On June 13, 2017, the Concord City Council adopted Ordinance 17-18 authorizing the City to join MCE, a community choice energy program.

SUMMARY OF ISSUES: On April 1, 2018, MCE began providing service to the cities of Concord, Danville, Martinez, Moraga, San Ramon, and unincorporated Contra Costa County. County Connection's facility is located in the City of Concord, so it defaulted to MCE as its energy provider on April 1, 2018. County Connection staff met with and requested MCE to do a cost comparison of our electric rates. Their comparison showed that using MCE over PG&E will result in a cost savings of 2.5 to 4%, based on our current energy usage. Staff has reviewed their analysis and believe their assumptions are accurate.

County Connection has sixty (60) days from April 1, 2018, to opt out of MCE at no cost to County Connection. After the sixty (60) days, County Connection may opt out of MCE with a six (6) month advance notice and a \$25 administration fee.

ACTION REQUESTED: Staff recommends that County Connection default to MCE for the Concord facility. Staff will monitor costs and update the Board as needed.