

Collin County Community College District Board of Trustees

2. Campus Facilities and Construction Committee

June 16, 2020

Resource: Dr. Bill King
Vice President Provost

DISCUSSION ITEM: Consideration of Approval of the District President, or his Designee, to Monitor Pricing Offered by Certain Retail Electric Providers and Execute an Electricity Supply Contract Deemed in the Best Interest of the District

DISCUSSION: On January 1, 2002, the deregulation of the electricity markets in the State of Texas became effective. Since that time, residential and commercial electricity consumers have had the right to choose their electricity supplier (known as Retail Electricity Providers or REP's) based on the economics of the contract offer. The REP's generate or procure electricity that energizes the transmission and distribution system (the "grid") that is managed and controlled by the Electric Reliability Council of Texas ("ERCOT").

Collin College has engaged the services of an electricity consultant, Energy Edge, to assist in the evaluation of open-market electricity offers. Currently, the College contracts with the Texas General Land Office ("GLO") for the purchase of electricity to supply electricity for all of the College campuses. The contract with the GLO expires on April 30, 2022.

At this time, it appears that forward contract pricing for fixed-price electricity deliveries to begin May 1, 2022, is very favorable compared to the current contract price of \$0.03884 per kWh.

Because of the constant change in electricity pricing, contracts offered by the REP's have a very short window for acceptance. For that reason, this request is to authorize the District President, or designee, in consultation with Energy Edge, to monitor electricity pricing and execute an electricity supply contract beginning May 1, 2022, if such a contract is deemed to be in the best interest of the District.