

Electric Aggregation – Key Highlights

- Our current electric aggregation supply contract with Homefield Energy for 4.29 cents per kWh is expiring in December 2022.
- We have worked with our buying group (which includes many of the surrounding municipalities) to solicit bids for a new contract.
- Unfortunately, due to current market conditions for electricity, rates close to the 4.29 cent per kWh range of the old contract are no longer available. Market rates have tripled. This is due to factors **completely out of the City's control**. Ameren's current rate from October 2022 – May 2023 is 12.236 cents per kWh.
- The new bid for electric aggregation is from Constellation NewEnergy at 12.1 cents per kWh.
- This new contract with Constellation NewEnergy will unfortunately not start until February 2023. In the past when one electric aggregation contract expired, a new one started right away. Again, with the crazy market conditions, the City and our buying group were able to get a better rate by waiting until February 2023 to start the contract, instead of starting it in December when the Homefield contract ends.
- Residents currently on the aggregation program very recently received a letter from Ameren telling them the aggregation program they are currently on is ending, and they will be reverted back to Ameren. This is true, but only for two months. In December, these residents will receive another letter, this time from Constellation NewEnergy, telling them they will be enrolled back into the aggregation program in February 2023, unless they choose to opt-out.
- The City would like to reiterate that this aggregation program is just to give our residents another **option** for their electricity supplier. The City does not make anything off of this program, and the decision to participate is completely up to the resident. Each resident can stay with Ameren, participate in the new aggregation contract beginning in February 2023, or research other third-party suppliers and contract for supply through one of those other companies. Residents are encouraged to find the best rate possible. We do caution, though, if you choose to go with another third-party supplier, please just check the fine print of any contracts they make you sign to make sure you are getting the best deal.
- If a resident wishes to continue participating in the City's electric aggregation program, they do not have to do anything. Here is what will happen:
 - Resident will be switched to Ameren for supply with their December meter read. Ameren's current rate is 12.236 cents per kWh.
 - In February 2023, if they haven't returned the opt-out form, residents will be automatically enrolled in the new aggregation contract with Constellation. Their rate at that point will be a fixed 12.1 cents per kWh.
 - The Constellation contract will last for 22 months.
- If at some point during those 22 months, the Ameren rate drops below the Constellation rate, residents can contact Constellation and get out of the aggregation program, with no penalties.