Main Points of our presentation:

- 1. The Aggregation Committee is asking the Select Board at this time to review and sign the Joint Powers Agreement to join the Community Power Coalition of New Hampshire (CPCNH) so that we can begin the process of developing an Electrical Aggregation Plan.
- 2. Community Power Aggregation (CPA) is the legal structure that allows towns to purchase electrical power on the wholesale market and supply it to their community. (RSA-53 2019)
- 3. Community Power Aggregation relates only to the SUPPLY part of the electric bill. If Lyme forms a CPA the distribution of electricity and maintenance of the infrastructure will continue to be provided by Eversource and the NH Electric Coop.
- 4. A Lyme CPA will provide greater local control over how much we pay for our electrical supply and the amount of renewable energy in the supply. Joining CPCNH will provide bulk purchasing power to get a lower cost.
- 5. A CPA will allow individual customers to opt out at any time.
- 6. CPCNH 27 towns 210,000 people (20% of NH pop.) Local towns: Hanover, Lebanon, Enfield, and Plainfield.
- 7. Signing the JPA is the first step to creating an Electrical Aggregation Plan and gives us access to the expertise and resources of CPCNH.
- 8. Forming a CPA is the first step the Town is taking to achieve the goal of using 100% clean renewable power by 2030 as resolved in Article 22 at the 2020 Town Meeting.

Community Choice for Lyme

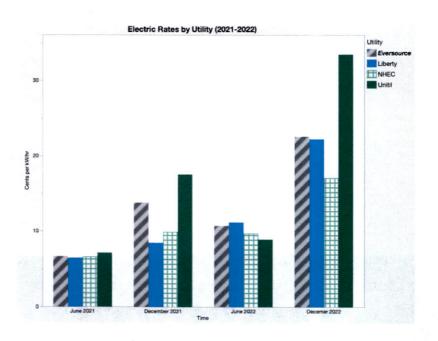
Information & imagining Lyme's potential paths forward

PRESENTED BY

Energy Aggregation Committee January 26th, 2023 James Graham Hebe Quinton Jim Nourse Maureen Byrne

Overview:

Rates are becoming a burden to Lyme residents. The Energy Aggregation Committee proposes that Lyme start a community power aggregation (CPA) to protect its residents from financial hardship and gain independency and agency over supply choice.



History of CPAs:

The history of community power aggregations (CPAs) in New Hampshire began in 2019 when Clifton Below and others created the Coalition Organizing Group to research and lobby for community power in the state.

In August of that year, SB 286, a New Hampshire state Senate bill was signed into law, allowing CPAs (with an "opt-out" provision) to be formed in the state. The Coalition Organizing Group that had championed the law then restructured to form the Community Power Coalition of New Hampshire (CPCNH): a not-for-profit organization intended to guide municipalities through the legislative and operational processes of forming an aggregation.

The CPCNH provides legal, research, and advocacy services to towns and counties interested in forming an aggregation. Currently, there are 27 member communities in the CPCNH, and approximately 20% of the state's population, or 210,000 people, are members of the CPCNH. The CPCNH's electrical service load in kilowatt-hours is larger than Liberty Utilities' default service and is approximately equivalent in size both Unitil and the New Hampshire Electric Coop. By pooling demand of multiple the energy communities and achieving economies of scale, the CPCNH can negotiate better rates with energy suppliers, which can be passed on to member communities in the form of lower electricity rates.

Lyme CPA FAQ:

Why sign the JPA? What benefits and commitments should Lyme expect? A simple step a town must take in their pursuit of joining a CPA is signing the CPCNH's Joint Power Agreement (JPA). The JPA is a document that agents sign in order to indicate their interest in joint power solutions. Signing the JPA is **free and does not bind** the signing agent into any future financial obligations. It does, however, allow for the signing agent to take part in cost-sharing agreements if they so wish. If an agent wishes to pursue a cost-sharing agreement, the JPA provides for three types of costs: (1) Member Service Costs, (2) Direct Project Costs, and (3) General and Administrative Costs. If an agent wishes to terminate their membership in the JPA, they can **do so at any time and without any financial penalty**; they are only responsible for obligations under any Project Contract and Cost Sharing Agreement(s) for the remaining term of any such Project Contract or Cost Sharing Agreement. Signing the JPA allows for an agent to take advantage of the resources and network of CCPNH in a free, non-binding, and straightforward manner.

What if all my neighbors opt out?

That is ok! The Power Coalition will still work in your favor to purchase energy when the rates are at their lowest, and still offer the same community bargaining power to purchase your energy and get to you at the lowest cost possible. This is part of the reason CPCNH is a safe choice for Lyme. Even if many people opted out, those who accept the CPA will access all the benefits of the CPCNH. Any Lyme resident choosing to accept CPCNH managed supply would experience the benefits of the buying power of a 210,000 person community.

Will this raise my bill if Lyme chooses renewables?

No! All power options given by CPCNH are intended to decrease resident bills. Some towns intend to have opt-up options to add renewables that would come at a premium.

Why did Keene go to Standard Power & Good Energy?

Going with Standard Power and Good Energy was a matter of convenience and timing for Keene. They have some more autonomy with more responsibilities. Patrick Roche, director of innovation at Good Energy says, "unlike the Community Power Coalition, which would create its own new board through the Joint Powers Agreement, there's no new layer of bureaucracy." Leaders in Keene felt they could secure new power quicker by working alone with the Good Energy consultants.

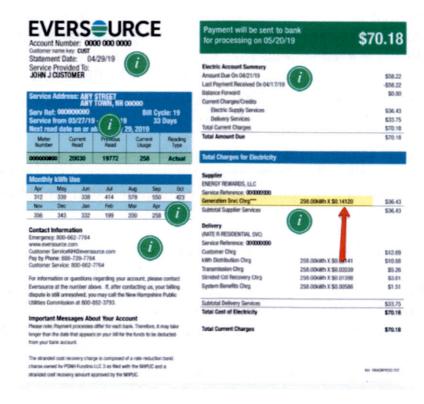
Lyme CPA FAQ:

Why CPCNH?

The Community Power Program would allow the CPCNH to purchase power on behalf of Lyme's residents, businesses, and municipal accounts from an alternative supplier while still receiving transmission and distribution service from each of their existing utility providers. The Coalition leverages bulk purchasing power to achieve reduced and less volatile utility rates with more renewable options for the Coalition's member communities. The Coalition is responsible for working with utilities on local energy infrastructure upgrades, and providing preferable electricity supply rates and services to all customers participating in the program.

What part of my bill changes?

Community choice only impacts the supplier, so the same utility will deliver your electricity on their power lines and answer the phone in a blackout. You will still pay the same rate to the same distributer, but the supply section of the bill will change to a lower rate from a supplier chosen by the CPCNH and Lyme.



Potential Lyme CPA Timeline

Action

Commitment

February 2023

By signing the Joint Powers Agreement, Lyme unlocks access to CPA experts without cost or legal commitment to bid with CPCNH.

Draft EAP

Sign JPA

Mar-June 2023

Use CPCNH services to write a Community Aggregation Plan for Lyme to vote on.

June-Dec 2023

Lyme Engagement

Education sessions and communications in Lyme spreading CPA support using outcomes from March 2023 CPCNH Request for Proposals.

Vote

Feb-March 2024

In February, Electric Aggregation Committee will request to be on the warrant for March 2024 town meeting to vote on CPA adoption.

Bid for Power

Spring 2024

When CPCNH releases their RFP in Spring 2024, Lyme will most likely join their Coalition. Explore other contractors like Standard Power.

Ongoing

Upkeep

Use CPCNH to distribute bills and facilitate membership.

The Electric Aggregation Committee (EAC) selects 2 representatives for attendance at CPCNH Meetings.

The expense of EAP writing services is paid after program launch through electricity rates set by Lyme Select Board.

Passing this would allow Lyme to **enact a CPA**. Each citizen maintains the **right to opt-out**.

Costs for CPCNH service will be allocated to Members by the Coalition on a pro rata usage basis. Lyme will be responsible to aggregate funds to cover the service cost through its local electricity rate with a small additional charge. Even with this charge, Lyme power will be cheaper than Business as Usual.