COMMUNITY CHOICE AGGREGATION

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1. CCA allows local governments to procure energy supply on behalf of their residents, businesses and municipal accounts from a provider other than the utility’s default provider.
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2. A municipality enters into contracts with Energy Service Companies (ESCOs) for power supply options for all residents and businesses within its jurisdiction
   - Green product (100% renewable), brown product (non-renewable) or a blend

Individual customers are given full discretion over which option they choose to purchase
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3. CCA enables municipalities to procure electricity from sources that they can choose on behalf of CCA customers

- The utility continues to deliver power to all customers through the existing grid

- Utility transmission & distribution costs will not increase as a result of a municipality establishing a CCA program
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4. The municipality selects a default power supply
   • CCA customers can choose to purchase the default supply or another power supply option provided through the CCA
   • CCA has the potential to provide power at a lower cost than the utility, and rate stabilization through extended contracts
5. CCA is an *opt-out program*
   - Customers are auto-enrolled but can *opt-out at any time with no penalty*
   - Customers will receive an opt-out letter detailing the CCA program, the options available to them through the CCA (including rates), and instructions for the opt-out process.
6. Municipalities may hire a CCA Administrator to oversee and manage their program

- The Administrator is responsible for program organization, administration, procurement, and communications
- CCA administrator’s fees are built into the energy pricing offered by the ESCOs
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7. 61 municipalities in New York State receive energy supply through CCA programs

- 38 of which offer a 100% renewable power product as their default supply
- CCAs that include a green power option help to increase supply of renewable energy and can drive the development of distributed energy resources
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8. CCA can also offer programs that can provide **discounts and incentives** on products and services exclusively to its participants

  - electric vehicles, solar panels, energy efficient heating/cooling equipment, and more
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9. Municipalities first hold a **public hearing** and adopt **authorizing legislation**

- Municipalities may discontinue the process of establishing a CCA at any time prior to entering into supply contracts with ESCOs at no cost or penalty
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• In 2016 the New York State Public Service Commission (PSC) issued an Order authorizing CCA programs in New York and establishing the framework that all CCA’s must follow
  • PSC Order applied to investor owned utility service territories only
  • CCA programs are not permitted to be established on Long Island without LIPA approval
  • LIPA is considering allowing CCA programs on Long Island
PATHWAY TO CCA

1. Adopt Authorizing Legislation
2. Select CCA Administrator
3. Implementation Plan
4. Outreach And Education
5. Request Data
6. Issue Competitive Bid For Energy Supplier
7. Contracts