

## City of New Haven Office Of Management and Budget Justin M. Elicker, Mayor Shannon McCue, City Budget Director

October 20, 2025

The Honorable Tyisha Walker-Myers, President City of New Haven 165 Church Street New Haven, CT 06510

Re: ORDER OF THE NEW HAVEN BOARD OF ALDERS AUTHORIZING THE CITY ENERGY PROCUREMENT COMMITTEE TO SOLICIT, ON BEHALF OF THE CITY, ELECTRICAL, NATURAL GAS RATES, TELEPHONE, GENERAL UTILITIES AND OTHER ENERGY CONSERVATION MEASURES AND REVENUE GENERATION THAT WILL BENEFIT THE CITY GLOBALLY OUT TO DECEMBER 2031.

## Dear President Walker-Myers:

Respectfully submitted for the consideration of the Board of Alders, for the above-referenced order, which seeks to extend the authority of the City's Energy Procurement Committee through December 2031. This extension will allow the Committee to continue its work in securing competitive rates for electricity, natural gas, telephone, and general utilities, while also exploring innovative energy conservation and revenue-generating opportunities that benefit the City of New Haven.

The original authorization, which allowed the Committee to procure electricity and natural gas through December 2025, was previously extended through December 2021. These authorizations have enabled the City to take advantage of favorable market conditions and secure cost-effective energy solutions.

The City has retained Veolia (formerly known as SourceOne) as its expert consultant in evaluating and negotiating energy procurement agreements. The Committee remains satisfied with Veolia's services and intends to continue this relationship on a year-to-year basis. Based on Veolia's analysis, entering into procurement agreements that extend through the end of calendar year 2031 would be advantageous due to current and projected market volatility.

Accordingly, the Committee seeks the Board's authorization to:

• Extend its authority through December 2031 to procure electricity, natural gas, telephone, and general utilities on behalf of the City.

- Maximize the City's buying leverage to secure the most favorable rates available.
- Explore and implement additional energy conservation measures and revenue-generating opportunities, including the sale of Renewable Energy Credits (RECs) and other monetizable energy assets.

We believe this continued authority is in the best financial interest of the City and aligns with our broader sustainability and fiscal responsibility goals.

We request that the Energy Procurement Committee be granted an extension through December 2031 and be authorized to act on behalf of the City in procuring energy and utility services, and in pursuing energy-saving and revenue-generating initiatives.

Thank you for your consideration of this important matter. Please do not hesitate to reach out to any questions or if additional information is needed.

Respectfully submitted,

Shannon McCae

Shannon McCue

**Budget Director** 

City of New Haven