

RESOLUTION NO. _____

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MANSFIELD, TEXAS, AUTHORIZING THE CITY MANAGER OR HIS DESIGNEE TO NEGOTIATE AND EXECUTE AN ELECTRIC SUPPLY AGREEMENT WITH A RETAIL ELECTRIC PROVIDER OR BROKER FOR DELIVERIES OF ELECTRICITY EFFECTIVE JANUARY 1, 2027

WHEREAS, the City of Mansfield's contract for electricity with the TXU expires on December 31, 2026; and

WHEREAS, the City desires to execute a contract for electricity for the period beyond the expiration of its current contract; and

WHEREAS, wholesale power prices within the deregulated Texas market are largely determined by the NYMEX gas futures prices for natural gas which are currently low and relatively stable, but which change daily; and

WHEREAS, daily price changes require retail customers to execute a contract immediately upon receipt of a favorable offer; and

WHEREAS, pursuant to Texas Local Government Code Section 252.022(a)(15) expenditures for electricity are exempt from competitive bidding requirements; and

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF MANSFIELD, TEXAS, THAT:

Section 1.

The City Manager or his designee are hereby authorized to negotiate and execute full needs electrical service contracts in the wholesale electrical market with retail electric providers or brokers.

Section 2.

The City prefers to participate in a fixed price, full requirements electric contract at a price not to exceed 3.8 cents per kWh.

PRESENTED AND PASSED on this the 14th day of January 2019.

David Cook, Mayor

ATTEST:

Susana Marin, City Secretary