VILLAGE OF LOMBARD REQUEST FOR BOARD OF TRUSTEES ACTION

For Inclusion on Board Agenda

X	Resolution or Ordinance (Blue)Waiver of First Requested Recommendations of Boards, Commissions & Committees (Green) Other Business (Pink)	
TO:	PRESIDENT AND BOARD OF TRUSTEES	
FROM:	David A. Hulseberg, Village Manager	
DATE:	Aptil 25, 2012 (COW)(<u>B of T</u>) May 3, 2012	
TITLE:	Motion to Approve a Contract for the Provision of Electrical Energy Municipal Aggregation With the Supplier Selected by the Village Board	-
SUBMITTED BY:	Timothy Sexton, Director of Finance	
BACKGROUND/PC	OLICY IMPLICATIONS:	
selection. The bids v 25%, 50% and 100% renewable energy for businesses for addition	esent the bid options to the Village Board at the Board meeting that evenin will contain several different options related to the level of renewable ener additional. In addition, the Village may take the option of doing 0% add or the aggregation, but allowing the supplier to sign up individual residents ional renewable energy. All of these options will be discussed with the Vi selection of the alternative supplier.	gy – 0%, litional and small
Finance Director X_	ry): Date Date Date	
	ls must be submitted to and approved by the Village Manager's Office by 1 y, prior to the Agenda Distribution.	2:00 noon,



To:

David A. Hulseberg

Village Manager

From:

Timothy Sexton

Director of Finance

Date:

April 25, 2012

Subject:

Electricity Supply Contract - Municipal Aggregation

On April 19, 2012, the Village Board approved Resolution 78-12 which authorized the Northern Illinois Municipal Electric Cooperative (NIMEC) to serve as the broker for the Village in regard to obtaining bids from electricity providers for municipal aggregation.

Staff was interested in holding the bid as soon as possible to maximize the savings that Lombard residents and small businesses will realize. After an alternative supplier is selected, opt-out notices will be sent to all eligible residents and small businesses, and sufficient time must be given for response to this. Then all the accounts that did not opt out will be transferred over to the new supplier on their next meter reading date. Therefore, this process will take approximately 60 days following the date of the bid, give or take a couple weeks. Selecting a bid on May 3rd will allow residents to lower their electricity cost sooner, likely around early July. This maximizes the savings for residents by getting more of the high electricity usage summer months at a lower cost.

Bids from alternative electric suppliers will be received by NIMEC in the afternoon on May 3, 2012. NIMEC will present the bid options to the Village Board at the Board meeting that evening. The bids will contain several different options related to the level of renewable energy – 0%, 25%, 50% and 100% additional. In addition, the Village may take the option of doing 0% additional renewable energy for the aggregation, but allowing the supplier to sign up individual residents and small businesses for additional renewable energy. All of these options will be discussed with the Village Board prior to the Board's selection of the alternative supplier.