

VILLAGE OF LOMBARD
REQUEST FOR BOARD OF TRUSTEES ACTION
For Inclusion on Board Agenda

Resolution or Ordinance (Blue) _____ *Waiver of First Requested*

Recommendations of Boards, Commissions & Committees (Green)
 X
Other Business (Pink)

TO: PRESIDENT AND BOARD OF TRUSTEES

FROM: Scott Niehaus, Village Manager

DATE: July 13, 2022 (COW)(B of T) July 21, 2022

TITLE: Motion to Ratify a Three (3) year Contract with Constellation NewEnergy Inc.
for the Provision of Electrical Energy for Street Lighting

SUBMITTED BY: Timothy Sexton, Director of Finance

BACKGROUND/POLICY IMPLICATIONS:

In accordance with the authorization provided for in Resolution 26-22, a three year contract through July 2025 with Constellation NewEnergy, Inc. was executed on June 14, 2022. Pricing came in at \$0.06224/kWh, which was a 124% increase compared with our previous three year contract of \$0.02771/kWh. This bid was for about half of the Village's street lighting electricity. The other half will be bid out in the middle of 2024 when the current three year contract expires. For this increase in the current bid, it will equate to approximately an extra \$70,000 per year due to the surge this year in natural gas prices, with overall street lighting electricity going from \$140,000 per year to \$210,000 per year.

As provided for in that resolution, the contract is to be placed on the first available Village Board meeting following the execution thereof by the Village Manager for ratification by the President and Board of Trustees. Staff is requesting ratification of this contract.

Review (as necessary):

Village Attorney X _____	Date _____
Finance Director X _____	Date _____
Village Manager X <u>Scott Niehaus</u>	Date <u>7/13/22</u>

NOTE: All materials must be submitted to and approved by the Village Manager's Office by 12:00 noon, Wednesday, prior to the Agenda Distribution.