

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: David A. Hulseberg, Village Manager

DATE: June 19, 2012 (COW)(B of T) June 21, 2012

TITLE: Motion to Ratify a Contract with Exelon Energy Company for the Provision of Electrical Energy for the Village of Lombard Street Lighting

SUBMITTED BY: Timothy Sexton, Director of Finance

BACKGROUND/POLICY IMPLICATIONS:

Staff will provide the final pricing at the June 21, 2012 Village Board meeting along with a recommendation of length of the contract based on the one, two and three year proposed pricing, and request that the Village Board approve a contract with Exelon Energy for the provision of electricity for the Village's street lighting for the period that is recommended.

Review (as necessary):


Village Attorney X \_\_\_\_\_ Date \_\_\_\_\_  
Finance Director X \_\_\_\_\_ Date \_\_\_\_\_  
Village Manager X David A. Hulseberg \_\_\_\_\_ Date 6/19/12

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.

# CONSENT AGENDA ITEM VII-MM



To: Village President and Board of Trustees

From: Timothy Sexton   
Director of Finance

Date: June 21, 2012

Subject: Electricity Supply Contract – Street Lights

Proposals were received by the Village's broker, NIMEC for electricity for street lighting. Below is a summary of the proposed pricing for one, two and three year terms.

One year	3.415 cents/kWh
Two year	3.573 cents/kWh
Three year	3.723 cents/kWh

Staff reviewed this proposed pricing as part of the overall pricing related to street lighting. Currently, we have about half of the electrical load for street lighting under contract through June 2013. The other half is included in this proposal. Since half of the electric load is under contract for one more year, staff recommends that the Village select the three year pricing to lock in the pricing on the other half of the electric load for street lighting. This is due to the fact that electric prices are currently very low. While there is no guarantee that they may not move somewhat lower, staff feels that it is more likely that they will move higher in the future.

**Therefore, staff recommends that the Village Board select the three (3) year contract term with Exelon Energy.**