

Public Hearing:
Electrical Aggregation
Plan of Operation and
Governance

May 1, 2012



Summary

- What is Aggregation?
- Plan of Operation and Governance
- Update on Aggregation Process
- Proposed Schedule



Municipal Aggregation

- Passed referendum on March 20 allowing Village to arrange for electricity supply
- ComEd still distributes electricity
- Supply rate will be lower than ComEd
- Any customer can opt-out



Aggregation Process



Step #1: Referendum on March 20 Ballot

Step #2: Ordinance Adopting Plan of Governance and Authorizing Aggregation

Step #3: Competitive RFP process
- Open to any of the 23 suppliers that meet requirements of Plan

Step #4: Opt-out Process



Plan of Operation and Governance



Summary

- Covers the following major points:
 - Describes RFP Procedures
 - Lists eligible categories of customers
 - Sets requirements for eligible suppliers and maintains ability to terminate contract
 - Dictates how new customers will be included
 - Provides for opt-out process



Key Points

- **Contract Process:** RFP
- **Eligible Suppliers:**
 - Certified to Provide Residential Service
 - Agree to All Requirements
- **Initial Contract:** One year, with option to renew
- **Opt-out Process:** At least two weeks



Key Points, continued

- **Ineligible Resident Groups:**
 - Under existing supply contract
 - Space heat customers
 - Hourly (real-time) pricing
 - Free service or bundled hold
- **Eligible Businesses:**
 - Using less than 15,000 kwh per year



Key Points, continued

- **Renewable Energy:**
Increments ranging from state-required to 100%
- **Opt-Out:** Conducted by Supplier
- **Opt-Out Regret Period:** Period of 60 days to re-enroll in program



Key Points, continued

- **New Members:** Same terms, if located where an account existed
- **Moving Accounts:** Same terms if moving within Village
- **Early Termination:** Fee may be assessed



Aggregation Process Update and Timeline



Aggregation Process

Partnership Opportunity

- Proposal to Partner with Village of Westmont
- IGA Allows for Joint RFP and Contracting Process
- Allows for Economy of Scale and Access to Consultant
- Consultant at Cost of \$10,000



Aggregation Process

Request for Proposals

- Seek qualifications and proposals from electrical suppliers for pre-approval
- Proposals to include preliminary pricing, including pricing for renewable energy
- Council will review and approve qualified suppliers
- Village Manager will authorize contract for lowest rate from qualified suppliers



Aggregation Timeline

Plan of Governance and Intergovernmental Agreement

Major Milestone	Target Date
Conduct First Public Hearing and First Readings of: <ul style="list-style-type: none">• Plan of Governance• Ordinance Authorizing the Aggregation of Electricity Authorize Intergovernmental Agreement	May 1, 2012
Conduct Second Public Hearing and Adopt: <ul style="list-style-type: none">• Plan of Governance• Ordinance Authorizing the Aggregation of Electricity	May 15, 2012



Aggregation Timeline

RFP Process

Major Milestone	Target Date
Publish Request for Proposals	May 16, 2012
RFPs Due	May 29, 2012
Council Approves Pre-Qualified List and Determines Renewable Energy Mix	June 5, 2012
Final Pricing Due and Contract Authorized	Best Date for Market, To Be Determined by Villages and Consultant



Aggregation Timeline

Opt-Out and Switching Process

Major Milestone	Target Date
Conduct Opt-Out Process	June – July 2012
Implementation Process	July – August 2012



Public Hearing:
Electrical Aggregation
Plan of Operation and
Governance

May 1, 2012

