

VILLAGE OF DOWNERS GROVE
Report for the Village Council Meeting
4/16/2019

SUBJECT:	SUBMITTED BY:
Purchase of Electric Utility Service for Revenue-Generating Municipal Facilities	Judy Buttny Finance Director

SYNOPSIS

A resolution has been prepared to authorize the award of a three-year contract extension for the purchase of Electric Utility Service for Revenue-Generating Municipal Facilities to MC Squared Energy Services of Chicago, Illinois.

STRATEGIC PLAN ALIGNMENT

The goals for 2017-2019 include *Steward of Financial, Environmental and Neighborhood Sustainability*.

FISCAL IMPACT

The FY19 budget includes \$61,000 for this contract. Prices shall remain the same as set forth in the 2016 agreement, with a current rate of \$0.04725 / kWh.

RECOMMENDATION

Approval on the April 16, 2019 Consent Agenda.

BACKGROUND

The Village currently contracts with MC Squared for electricity supply for its revenue-generating facilities, which are not provided with free electricity under the ComEd franchise agreement. The current contract with MC Squared will expire on May 17, 2019. The Village pays for electricity in the revenue-generating facilities, including the parking deck, water pumping stations, and train station. The Village has been purchasing electricity from other suppliers for the past eleven years since it is cheaper than buying it from ComEd. (Current ComEd rates for commercial accounts are \$0.066 per kWh.) MC Squared has agreed to a three-year contract extension with prices remaining the same as set in the 2016 agreement at the rate of \$0.04725 per kWh. The Village expects to continue to pay about \$61,000 a year for these facilities since the rate will remain unchanged.

ATTACHMENTS

Resolution
Contract Extension

RESOLUTION NO. _____

**A RESOLUTION AUTHORIZING EXECUTION OF AN EXTENSION TO THE AGREEMENT
BETWEEN THE VILLAGE OF DOWNERS GROVE AND
MC SQUARED ENERGY SERVICES. LLC**

BE IT RESOLVED by the Village Council of the Village of Downers Grove, DuPage County, Illinois, as follows:

1. That the form and substance of an Extension (the "Agreement"), between the Village of Downers Grove ("Village") and MC Squared Energy Services, LLC ("Provider"), for the purchase of electric utility service for its revenue-generating facilities, as set forth in the form of the Agreement submitted to this meeting with the recommendation of the Village Manager, is hereby approved.

2. That the Village Manager and Village Clerk are hereby respectively authorized and directed for and on behalf of the Village to execute, attest, seal and deliver the Agreement, substantially in the form approved in the foregoing paragraph of this Resolution, together with such changes as the Manager shall deem necessary.

3. That the proper officials, agents and employees of the Village are hereby authorized and directed to take such further action as they may deem necessary or appropriate to perform all obligations and commitments of the Village in accordance with the provisions of the Agreement.

4. That all resolutions or parts of resolutions in conflict with the provisions of this Resolution are hereby repealed.

5. That this Resolution shall be in full force and effect from and after its passage as provided by law.

Mayor

Passed:

Attest: _____

Village Clerk

**EXTENSION TO THE AGREEMENT BETWEEN
THE VILLAGE OF DOWNERS GROVE
AND MC SQUARED ENERGY SERVICES LLC**

The Village of Downers Grove, Illinois and MC Squared Energy Services LLC entered into an Agreement for the supply of electrical service to Village-owned buildings on or about May 17, 2016. Pursuant to the terms stated in the Agreement, the parties desire to enter into a three-year extension under the following terms:

1. Pricing shall remain the same as set forth in the 2016 Agreement.
2. All other terms from the 2016 Agreement remain in full force and effect.
3. This is the first extension and shall continue for a three-year period ending May 27, 2022.

VILLAGE OF DOWNERS GROVE

**MC SQUARED ENERGY SERVICES
LLC**

04/08/2019
[Signature] PRESIDENT

Attest:

Attest:

[Signature]

Village Clerk

Date: *4.8.2019*

Date: _____

