

BOARD OF TRUSTEES OF COMMUNITY COLLEGE DISTRICT NO. 508
County of Cook and State of Illinois

ELECTRICITY PURCHASE CONTRACT
LOCK IN AGREEMENT JUNE 2010 – JUNE 2012
ALL DISTRICT FACILITIES

THE CHANCELLOR

REPORTS

that locking in favorable electricity pricing for the District provides budget stability with utilities; and

that electricity pricing has trended downward for the last several months; and

that Administrative Services has been closely tracking electricity prices with its supplier, Integrys Energy Services, and the Technical Resource Manager from Johnson Controls and determined that this was an opportune time to lock in an electricity price of \$0.05043 per kilowatt which is \$0.009 less than the current lock in rate and with usage remaining constant, the District anticipates savings of up to \$1,000,000 during the contract period; and

that the Associate Vice Chancellor for Administrative Services is authorized to sign lock-in pricing contracts with Integrys Energy Services pursuant to Board Report 29578, authorizing approval of utility contracts when pricing is advantageous; and

that the District is currently purchasing its electricity from Integrys Energy Services (Peoples Energy Services) as part of a competitively bid process that the Board approved on March 7, 2007 in Board Report 27895; and

that the Office of Contract Compliance has reviewed the above referenced transaction and, Integrys Energy Services, utilizing Promet Energy Partners, LLC a certified MBE for direct participation and requesting a waiver for direct WBE participation, and is recommending approval of the request for waiver in compliance with the Board Approved Participation plan.

THE CHANCELLOR

RECOMMENDS

that the Board approve an agreement for the lock-in pricing of \$0.0543 per kilowatt with Integrys Energy Services for the period of June 2010 through June 2012 for an amount not to exceed \$6,720,000 for FY 2011 and \$6,144,000 for FY 2012 for a total of \$12,864,000 for the two year period.

FINANCIAL

\$12,864,000 – District Wide Utility Account 05501- dept – various – 00076 – 00000-571100

Respectfully submitted:

Deidra J. Lewis
Interim Chancellor