

RESOLUTION NO. 2014 - 7

A RESOLUTION AUTHORIZING EXECUTION OF A SERVICE AGREEMENT WITH THE LOWEST RESPONSIBLE BIDDER FOR THE SUPPLY OF ELECTRICITY FOR RESIDENTIAL AND SMALL COMMERCIAL RETAIL CUSTOMERS WHO DO NOT OPT OUT OF SUCH A PROGRAM

(Municipal Electric Aggregation)

WHEREAS, Section 1-92 of the Illinois Power Agency Act, 20 ILCS 3855/1-92, permits a municipality, if authorized by referendum, to adopt an ordinance by which it may operate a program to solicit bids and enter into service agreements for the sale and purchase of electricity and related services and equipment to residential and small commercial customers who do not opt out of such a program;

WHEREAS, the Village of Chapin ("Village"), in a referendum held on April 9, 2013, submitted the public question of whether it should operate the program as an opt-out program;

WHEREAS, the referendum passed by a majority vote of the qualified electors voting on the question;

WHEREAS, the Village Board, subsequent to the referendum and pursuant to 20 ILCS 3855/1-92, aggregated the residential and small commercial retail electric loads located within the Village and arranged for competitive electric supply to these retail electric accounts;

WHEREAS, the Village Board finds that the Opt Out Municipal Electric Aggregation program continues to serve the best interests of the Village through solicitation of bids and entering into an agreement with the lowest responsible bidder; and

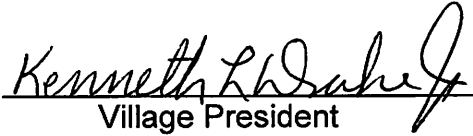
WHEREAS, because electricity is a commodity for which supply bids typically are made each morning and expire the same day at the close of business, the Village must act promptly to accept any such desired bid in order to contractually guarantee a per kilowatt hour electric rate for its residential and small commercial retail customers.

NOW, THEREFORE, BE IT RESOLVED by the President and Board of Trustees of the Village of Chapin, Morgan County, Illinois, as follows:


Section 1. The Village President of the Village of Chapin, Illinois, be and the same is hereby authorized to execute and deliver and the Village Clerk of the Village of Chapin, Illinois, be and the same is hereby authorized to attest to said execution of a service agreement with the lowest responsible bidder for the supply of electricity for residential and small commercial retail customers who do not opt out of such a program, said execution and attestation to take place within the applicable time constraints required by the bidder; provided, however, that the energy price to be paid per kilowatt hour pursuant to the agreement is less than the default rate currently in effect, resulting in savings for the Village's residential and small commercial retail customers.

Section 2. This Resolution shall be effective immediately upon its passage and approval by the President and Board of Trustees of the Village of Chapin, Illinois, and shall remain in effect until such time as the year 2015 electricity aggregation program electric supplier selection process has been completed.

PASSED AND APPROVED by the President and Board of Trustees of the Village of Chapin, Morgan County, Illinois, at a regular meeting of the Village Board on the 8 day of October, 2014.


Village President

ATTEST:


Village Clerk