

MEMO

To: Dr. Bartelt and
School Board Members

From: Greg Leyden,
Director of Buildings and Grounds

Date: September 18, 2018

Re: Electricity Supply Contract

Even though our present contract does not expire until December of 2019 electricity supply rates are currently at a low level. Based on the information provided by our consultant, Entel, L.L.C., it will be beneficial for us to lock in a rate for December 2019 through June 2023. Our current rate is \$0.03453 per kWh. Rates are currently trading right around this same level. Our goal is to lock in a rate that is close to our current supply rate. With so much volatility in the utility markets and it is a good time for us to lock in an electricity supply rate to help insure stability in our future utilities budget. Once our consultant negotiates a guaranteed rate that is beneficial to us it is critical that we sign an agreement quickly so as to lock in the rate before it rises.

Recommendation for Action -

The District 13 Board of Education grant Dr. Bartelt authority to execute a 42 month agreement for electricity to be supplied beginning in December 2019 through June 2023 at a fixed rate NOT TO EXCEED .03245 per kWh.