

**ROCHELLE CITY COUNCIL
AGENDA ITEM MEMO
REGULAR MEETING**

SUBJECT: A Resolution Authorizing The City Manager To Execute An Amended Power Purchase Agreement

Staff Contact: Blake Toliver Superintendent of Electric Operations

Summary: The City of Rochelle currently maintains a purchased power agreement with NextEra Energy Marketing, LLC (NEM), originally executed on October 3, 2017, and amended on July 31, 2018. This agreement provides a portion of the City’s long-term wholesale power supply.

Staff has negotiated a Second Amendment to the Transaction Confirmation to extend the agreement and ensure continued supply beyond the current term. The amendment includes extending the contract term through December 31, 2034, updating the total contract quantity to 338,720 MWh, and establishing a pricing structure for future delivery periods beginning June 1, 2026.

This amendment supports the City’s long-term power supply strategy by maintaining a balanced portfolio of contracted and market-based energy, while reducing exposure to market volatility and enhancing reliability.

Funding Sources:

Source:	Budgeted Amount:	Proposed Expenditure:
N/A	N/A	N/A

Strategic Plan Goal Application: Core Service Delivery

Recommendation: Approve A Resolution Authorizing The City Manager To Execute An Amended Power Purchase Agreement