

VILLAGE OF ROSCOE

AGENDA ITEM - STAFF REPORT



Agenda Item:	Discussion of an alternate supply agreement for the natural gas services to Village-owned buildings and facilities.		
Date:	03/03/2026	Meeting:	Village Board
Prepared by:	Anne Hanson	Department:	Village Hall

Overview/Background Information

The Village of Roscoe currently purchases natural gas supply through a contract with Santana Energy. The Village receives energy bids from Rock River Energy Services, an energy broker. This is similar to a governmental aggregation program in which the municipality negotiates and selects an electricity supply rate for its residents.

This agreement covers three separate Village utility accounts and is set to expire in April 2026. These accounts include Village-owned facilities that rely on natural gas for heating and operations. With an alternate agreement, the Village maintains price stability. Instead of prices changing every month with the utility, the Village can lock in a fixed rate for a year or more. This makes budgeting much easier.

At this time, the Village is in a one-year agreement with Santaana Energy at a price of \$0.056 per therm plus the NGI (Natural Gas Index). The Natural Gas Index (NGI) reflects the market price of natural gas and fluctuates based on supply, demand, weather conditions, and other market factors.

While the NGI also increased in December and January, it has not risen as sharply as the current fixed-rate options being offered in the market.

It is in the best financial interest of the Village to select the option that provides the most cost-effective and fiscally responsible approach based on current market conditions.

As of Friday, February 27, 2026 Santanna has the best rates for the variable (NGI) option and Symmetry has the lowest fixed price rate. I suspect the same will hold true by next Tuesday.

Action Required/Recommendation

As the rate changes from day to day and from vendor to vendor, the Village will receive fresh bids the morning of March 3, 2026. Once the best option is selected, the Resolution and the Illinois Natural Gas Commercial Sales Agreement in the Board packet will be updated in real time to reflect the current rate.

Update: Based on the bids received March 3, 2026, the recommendation is to remain and renew with Santanna for a term of one year (12 months) at a price of \$.0566 per them plus the NGI.

Attachments

Gas Bids, Draft Resolution, Draft Agreement