

# 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:** 02/04/2025

**Meeting:** Village Board

**Prepared by:** Anne Hanson

**Department:**

### Overview/Background Information

Current contract with Santana Energy will expire in March of 2025. This contract covers 3 accounts for the Village of Roscoe. Current rate is a fixed rate at .4465 per therm.

### Fiscal Note/Budget Impact

The budget impact is based upon which option is approved. However, both fixed and index prices are higher than our current rate and therefore, there will inevitably be an increase. The current draft budget will be updated to reflect the increase.

### Prior Legislative Actions

The last two agreements were for fixed prices with Santana due to the fact that Santana had the lowest price available.

### Action Required/Recommendation

Rock River Energy Services is recommending a one-year commitment at the NGI (Natural Gas Index) and then reevaluate.

Fixed pricing has taken a large jump since December due to the colder weather that moved across the country. Temps are to increase but those future rates are still holding high. Any term with pricing out into the future is really showing that. The NGI did go up in December and January but still not as high as fixed rates.

### Attachments

Comparison list is included but a new one will be sent on the day of the meeting so that the most current rates are presented.