

Ordinance No. 90-18

**AN ORDINANCE RETAINING CONSULTING SERVICES
FOR THE VILLAGE OF CHATHAM, ILLINOIS**

WHEREAS, the Village of Chatham needs consulting services in regard to the matter of negotiating a long term wholesale power contract with the Illinois Municipal Electric Agency or some other supplier;

WHEREAS, therefore, it is in the best interest of the Village to retain Foster & Associates of Washington, D.C. to advise it with respect to negotiating such a long term power contract.

NOW, THEREFORE, BE IT ORDAINED BY THE PRESIDENT AND BOARD OF TRUSTEES OF THE VILLAGE OF CHATHAM, ILLINOIS, AS FOLLOWS:

SECTION 1. Foster & Associates, Inc. is hereby retained by the Village of Chatham to advise the Village with respect to all matters concerning a long term wholesale power contract with the Illinois Municipal Electric Agency or some other supplier.

SECTION 2. This engagement is subject to the terms and conditions of an engagement letter which is attached to this ordinance as Exhibit A and which is hereby approved.

SECTION 3. This Ordinance is effective immediately.

Passed this 15th day of May, 1990.

Carl D. Oblinger
CARL OBLINGER, VILLAGE PRESIDENT

ATTEST:

Rose Miller
Village Clerk

AYES: 4; NAYES: 0; PASSED: ✓; APPROVED: ✓

ORDINANCE CERTIFICATE

STATE OF ILLINOIS)
) SS.
COUNTY OF SANGAMON)

I, the undersigned, do hereby certify that I am the duly qualified and acting Village Clerk of the Village of Chatham, Sangamon County, Illinois.

I do further certify that the Ordinance attached hereto is a full, true and exact copy of Ordinance No. 90-18 adopted by the President and Board of Trustees of the Village on the 15th day of May, 1990, said Ordinance being entitled:

**AN ORDINANCE RETAINING CONSULTING SERVICES
FOR THE VILLAGE OF CHATHAM, ILLINOIS**

I do further certify that prior to the making of this certificate, the said Ordinance was spread at length upon the permanent records of said Village, where it now appears and remains.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the official seal of said Village this 15 day of May, 1990.



Village Clerk

Prepared By:

John M. Myers
PFEIFER & KELTY, P.C.
1300 South Eighth Street
P.O. Box 1858
Springfield, Illinois 62705
Telephone: (217) 528-5604

FOSTER ASSOCIATES, INC.

1101 SEVENTEENTH STREET, N.W.
WASHINGTON, D.C. 20036
202-296-2380

ROBERT H. SARIKAS, PH.D.
SENIOR VICE PRESIDENT

via FACSIMILE

May 8, 1990

John M. Myers, Esq.
PFEIFER & KELTY, P.C.
Attorneys at Law
1300 South Eighth Street
P.O. Box 1858
Springfield, Illinois 62705

Dear John:

Foster Associates would be pleased to provide assistance to the Village of Chatham, Illinois in connection with the negotiation of a power purchase contract. It is our understanding that the Village is presently considering a 35-year power sales contract with the Illinois Municipal Electric Agency (IMEA). The purpose of our assignment would be to identify any other options which the village may have and present this data for review along with the aforementioned IMEA contract.

Perhaps the assignment could be best handled on a multi-step basis. The initial phase would consist of a review of existing power sources that may be available for the village. We would then solicit and, when received, analyze any offers obtained from such agencies, both public and private. The terms of these offers would be compared to the contract offered by IMEA on the basis of price and other collateral information available without extensive research. It is possible that a report for the Village, at this point, would be adequate for the decision-making process. If not, further work could be carried out if approved by the village.

It is difficult to ascertain the scope of an assignment such as this prior to the completion of an initial phase investigation. If suitable alternatives are uncovered, the assessment of long-term risks in terms of future price changes may suggest a forecast of the cost of power for a period into the future under both the IMEA and such other alternatives. Such a forecast could result in an additional work effort.

J.M. Myers, Esq.
May 8, 1990
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Estimate of Charges

Our usual method of billing for services is on the basis of time and material. We will exert every effort to complete the project for less than the estimated amount. Expenses are billed at a cost plus five percent. Hourly rates used in computing charges for the services of the principal staff are as follows:

Senior Consultant	\$175-200
Consultant	75-100
Analysts	45-60
Junior Personnel	25-45

We would expect to contain the charges for the initial phase of this work within the limits of \$12,000 to \$18,000 except as unforeseen circumstances might enlarge the scope of what we have to do. We would begin work within one week of authorization and would expect to complete the assignment within a specified time frame.

Sincerely,

FOSTER ASSOCIATES, INC.



Robert H. Sarikas
Senior Vice President

RHS/lb
Attachment