



# City of New Haven

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## Master

File Number: LM-06-0432

File ID: LM-06-0432

Type: Resolution

Status: Adopted

Version: 2

Reference: agreement

In Control: Board of Aldermen

File Created: 11/13/2006

File Name: resolution extending Energy Procurement Committee agreement

Final Action: 09/18/2006

**Title:**

**Resolution of the New Haven Board of Aldermen authorizing The Energy Procurement Committee to solicit, on behalf of the City, electrical and natural gas rates for up to a five year period and authorizing the Energy Procurement Committee to commit the City to the best possible market price.**

Notes: Resolution amended in Committee.

OLS Staff: Mark Pietrosimone

Effective Date:

### History of Legislative File

Ver- sion:	Acting Body:	Date:	Action:	Sent To:	Due Date:	Return Date:	Result:
1	Board of Aldermen	11/20/2006	Referred	Finance Committee			
1	Finance Committee	12/21/2006	Favorable Report	Board of Aldermen			Pass
Action Text: This matter was Favorable Report to the Board of Aldermen. The motion carried.							
Notes: Amended							
2	Board of Aldermen	01/02/2007	Noted				
2	Board of Aldermen	01/16/2007	Adopted				Pass

### Text of Legislative File LM-06-0432

November 14, 2006

Carl Goldfield  
President of the Board of Aldermen

City of New Haven  
165 Church St., 2nd Floor  
New Haven, CT. 06510

Dear President Goldfield,

I am submitting a resolution authorizing the Energy Procurement Committee approved by the Board of Aldermen at it September 18 meeting to continue to:

work with SourceOne Incorporated to solicit natural gas and electric utility rates on behalf of the City  
determine the best prices, terms and products for procurement of natural gas and electricity  
enter into contractual agreements for energy procurements in the best interest of the City

Due to market volatility from a de-regulated utility market, the City needs to act expeditiously in procuring rates that are most favorable to the City. SourceOne Inc. was previously retained to conduct this analysis and they have identified the current period of time as a window of opportunity when the City should lock in rates for the purchase of natural gas and electricity in order to forestall large rate and cost increases in the years ahead.

Since the Energy Procurement Committee which includes Aldermanic representatives was set up following approval by the Board in September, it has consulted with legal counsel to develop a standard procurement agreement and has set up protocols for receiving and reviewing pricing and energy product information. Continued authorization for this committee to move quickly in response to market opportunities is in the best financial interests of the City and I urge your favorable consideration.

Please feel free to contact me with any questions you may have in regards to this important project and thank you for your consideration of it.

Sincerely,

Mark Pietrosimone  
City Controller

**Resolution of the New Haven Board of Aldermen authorizing  
The Energy Procurement Committee to solicit, on behalf of the  
City, electrical and natural gas rates for up to a five year**

**period and authorizing the Energy Procurement Committee to commit the City to the best possible market price.**

**Whereas:** Due to market volatility resulting from the de-regulation of the utility market, the City needs to act expeditiously in procuring energy rates that currently are favorable for a period not exceeding five years and;

**Whereas:** It has been determined that the City will experience dramatically higher natural gas and electrical costs over the next five years should it not take action now to lock in pricing that is advantageous to the City and;

**Whereas:** The City has procured the services of SourceOne as its expert professional in seeking and evaluating the best price structure for the City for the purchase of natural gas and electricity and;

**Whereas:** The Board of Aldermen approved the creation of an Energy Procurement Committee at its September 18, 2006 regular meeting and;

**Whereas:** The Energy Procurement Committee is comprised of Aldermanic Representatives, the Controller, the City Engineer, the Superintendent of Schools, and the Purchasing Agent, or their respective designees; and

**Whereas:** The Energy Procurement Committee, with legal counsel, has developed a standard procurement agreement and has established protocols for receiving and reviewing pricing and energy product information; and

**Whereas:** Authorizing the Energy Procurement Committee to enter into energy agreements that are financially beneficial to the City is in the best interests of the City.

**Now, Therefore, Be it Resolved by the City of New Haven Board of Aldermen** that the Energy Procurement Committee be authorized and given an extension of time beyond the original period. That this will allow them to procure energy on behalf of the City at the best rates available for a period of not more than five years.; and

**Be it Further Resolved** that the Mayor be authorized to execute any related documents negotiated by the Energy Procurement Committee for procurement of electricity and natural gas.

**Be it Further Resolved that the Energy Procurement Committee authorization**

**be extende until June 30, 2007.**

