

Purchased Power & Rates

- 1965-2007- Long term wholesale contract with ComEd
 - No rate increases in 20 years
 - Contract ended due to deregulation

- 2007-2011 – Contract with J.Aron/Goldman Sachs

Residential Rate Increases	9.25%	9.25%	3.5%	3%
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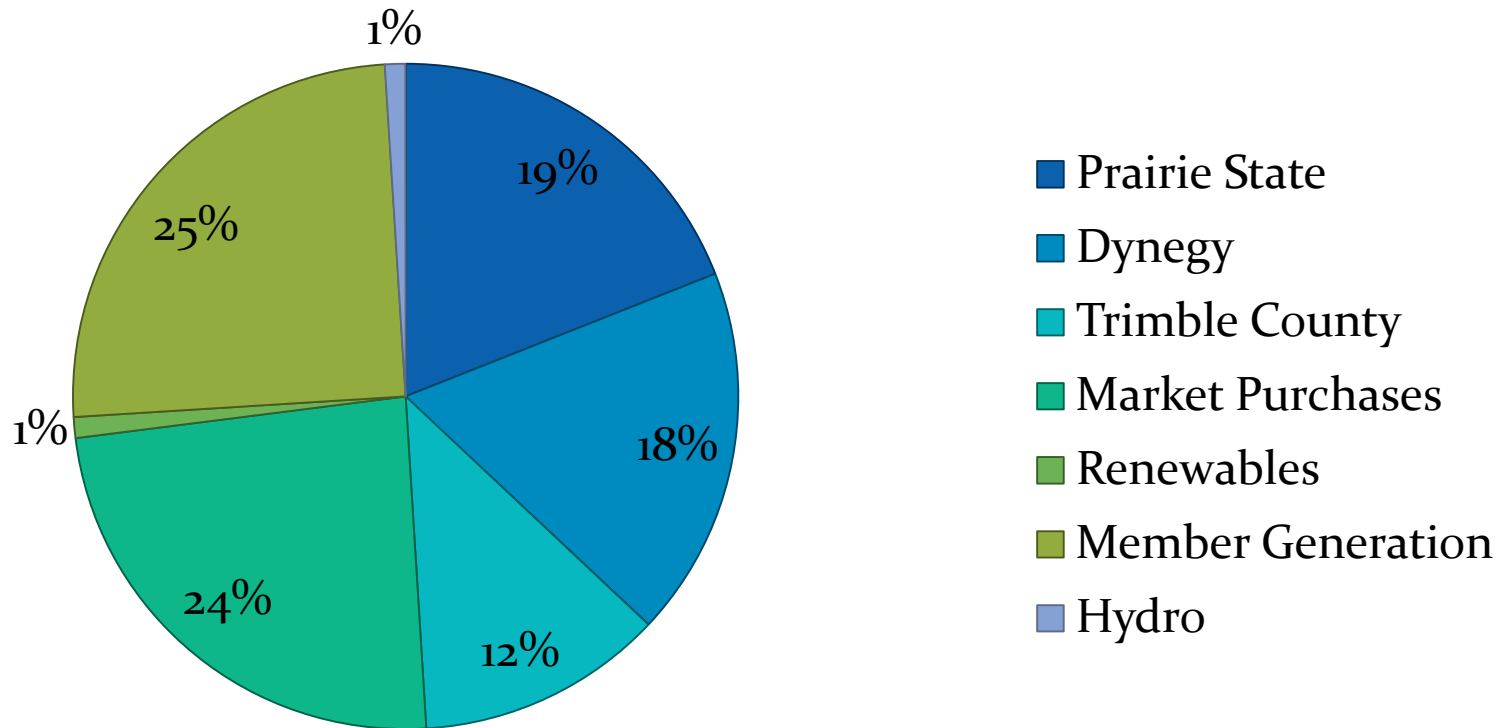
Commercial Rate Increases	19.53%	19.53%	3.5%	3%
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- 2011-2035 – Membership in Illinois Municipal Electric Agency (IMEA)

Planned rate increases	0%	0%	2%	2%	2%
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IMEA Energy Portfolio

IMEA Capacity Portfolio Mix 2014 (kW)

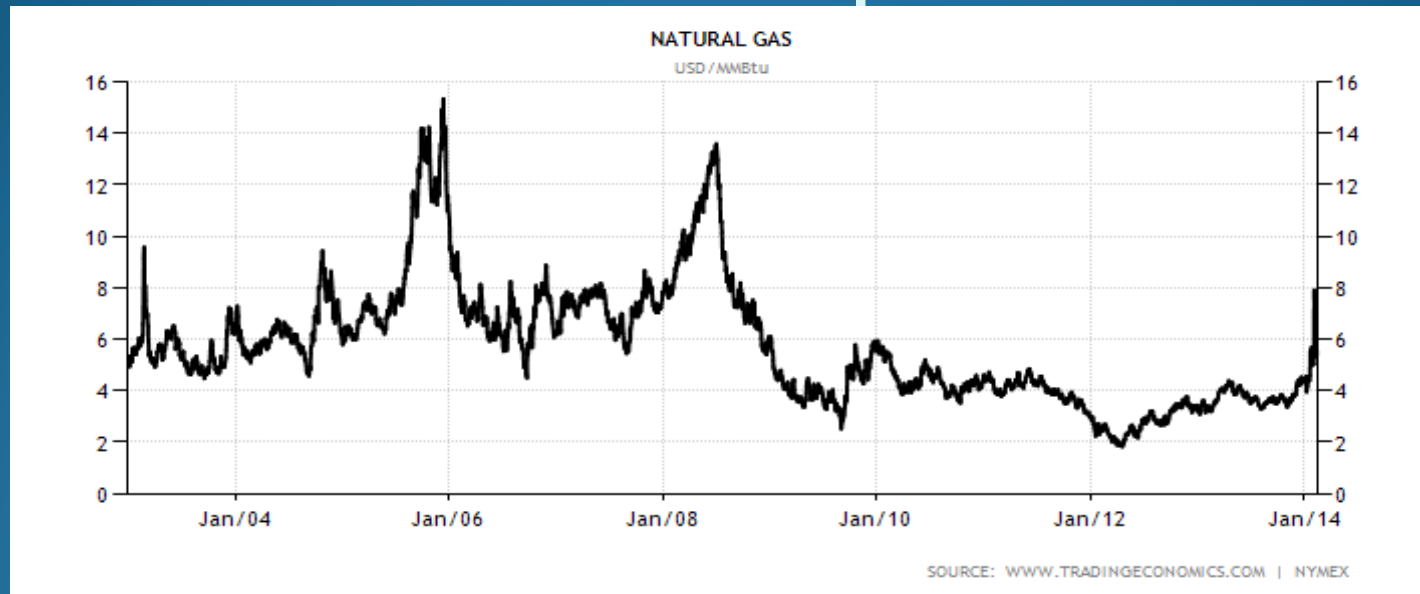


Rate Study vs. Actual Costs

- Prairie State
 - Increased Construction cost
 - Delayed Implementation
 - Less than projected efficiency
- Naperville's Electrical Use Patterns
 - Less consistent usage and higher peaks translates to increased cost
 - Weather also impacts usage
- Energy Markets
 - Natural Gas

Rate Study vs. Actual Costs

-Natural Gas Impact



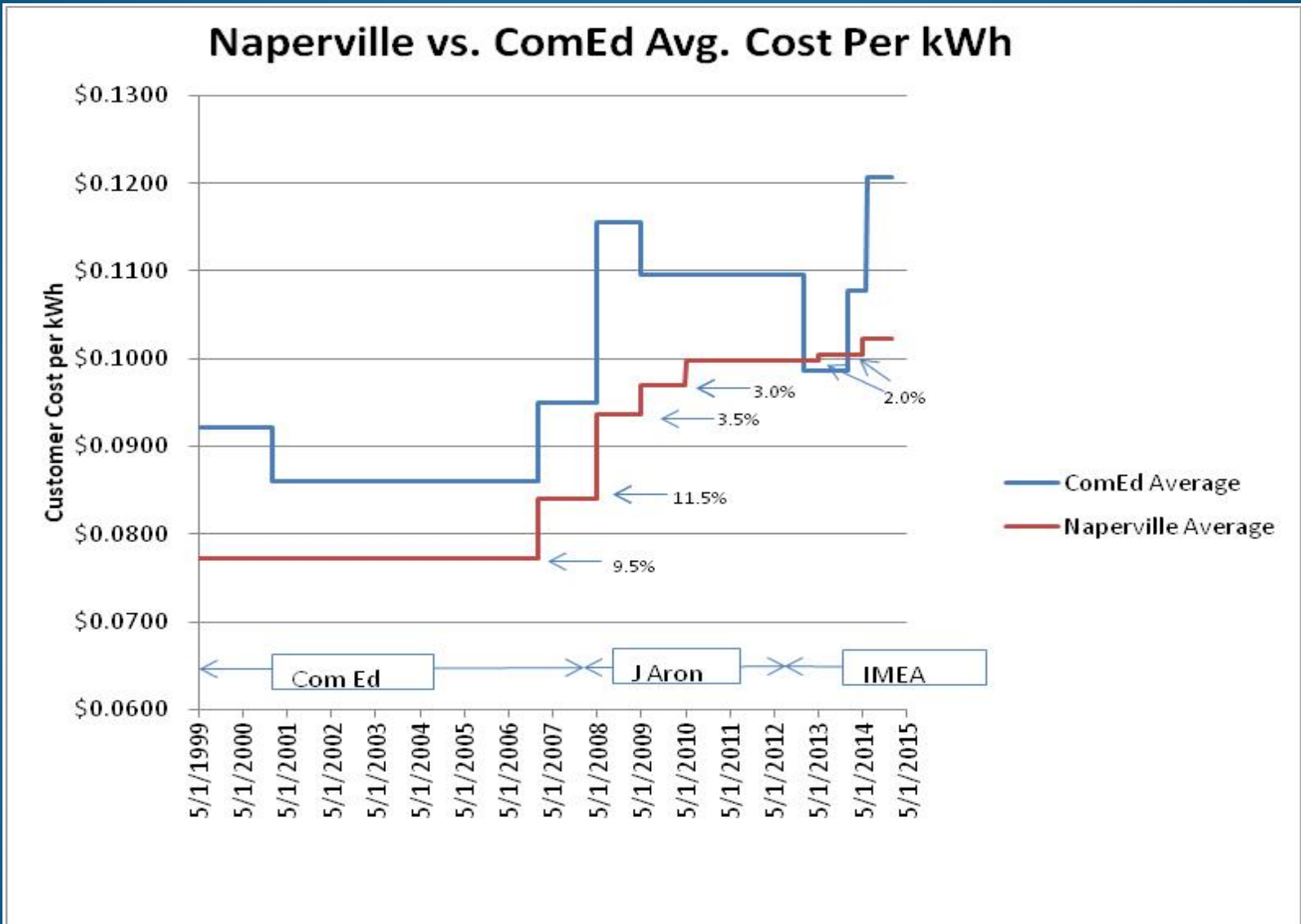
- IMEA is a net generator of power- they sell power to the markets
- Electric prices track closely with natural gas prices
- Record low natural gas prices have reduced IMEA's anticipated profits from the sale of excess energy

Comparisons- Reliability

- Naperville is a leader
- 93% of facilities underground

Utility	SAIDI
City of Naperville	15.35
ComEd (Chicago)	91.8
St. Charles	108.7
Ameren (System)	142.8
ComEd (System total)	227.36
Geneva	264.81

Naperville vs. ComEd- Residential



Current Ordinances/Budgets

- Approve the FY 15 budgets and cost reductions
 - \$7.6 million eliminated from FY15 and FY16 budget
- Endorse increased involvement with IMEA
- Approve the implementation of the Time-of-Use Rate option for 20 largest customers
- Approve the elimination of the IAC and incorporate its elimination into the overall rate discussion
- Rate increase of 6% on 5/1/14 and 7% on 5/1/15
- Current average household bill is \$92.79
 - May 1, 2014 - \$97.69
 - May 1, 2015 - \$103.75