



Legislation Details (With Text)

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Title: To authorize the Director of Public Utilities to enter into an agreement with AEP Retail Energy for street light generation and transmission services and to declare an emergency.

Sponsors:

Indexes:

Code sections:

Attachments: 1. ORD0654-2011AEP Agmt.pdf

Date	Ver.	Action By	Action	Result
5/12/2011	1	CITY CLERK	Attest	
5/11/2011	1	MAYOR	Signed	
5/9/2011	1	Columbus City Council	Approved	Pass
5/9/2011	1	COUNCIL PRESIDENT	Signed	
4/28/2011	1	CITY ATTORNEY	Reviewed and Approved	
4/28/2011	1	Utilities Drafter	Sent to Clerk's Office for Council	
4/26/2011	1	Utilities Drafter	Sent for Approval	
4/25/2011	1	Utilities Drafter	Sent for Approval	
4/25/2011	1	EBOCO Reviewer	Sent for Approval	
4/25/2011	1	ODI DIRECTOR	Reviewed and Approved	
4/22/2011	1	UTILITIES DIRECTOR	Reviewed and Approved	
4/21/2011	1	Utilities Drafter	Sent for Approval	
4/21/2011	1	Utilities Reviewer	Reviewed and Approved	
4/21/2011	1	Utilities Drafter	Sent for Approval	
4/21/2011	1	Utilities Reviewer	Reviewed and Approved	
4/21/2011	1	Utilities Reviewer	Sent for Approval	

The purpose of this legislation is to authorize the Director of Public Utilities to enter into an agreement with AEP Retail Energy for street light generation and transmission services.

The City of Columbus, Division of Power and Water (Power) is a retail customer with AEP Ohio and owns street lights that are metered and billed by AEP Ohio. AEP Retail Energy is a competitive retail electric service provider and affiliate of AEP Ohio. The Division of Power and Water (Power) has coordinated with AEP Retail Energy to reduce the power cost of the street lights on the AEP Ohio system.

By switching the generation and transmission of the street lights currently on the AEP Ohio system to AEP Retail Energy, the Department of Public Utilities would reduce the cost of the mega watt hours (MWh) from \$62.62/MWh to \$49.90/MWh for an approximate annual savings of \$126,000.00. AEP Ohio would continue to charge the Division of Power and Water (Power) for

distribution and customer charges. All contractual information has been reviewed and approved by the City Attorney's Office.

The Department of Public Utilities feels it is in the best interest of the City of Columbus to enter into this agreement with AEP Retail Energy to take advantage of the power cost savings. This ordinance is being submitted as an emergency so that the department can enter into the agreement at the earliest time possible to take advantage of the cost savings to the Division of Power and Water (Power).

FISCAL IMPACT: No funding required for this contract

SUPPLIER: AEP Retail Energy 13-4922640, Expires 4-13-13

To authorize the Director of Public Utilities to enter into an agreement with AEP Retail Energy for street light generation and transmission services and to declare an emergency.

WHEREAS, The City of Columbus, Division of Power and Water (Power) is a retail customer with AEP Ohio and owns street lights that are metered and billed by AEP Ohio, and

WHEREAS, AEP Retail Energy, is a competitive retail electric service provider and affiliate of AEP Ohio and the Division of Power and Water (Power) has coordinated with AEP Retail Energy to reduce the power cost of the street lights on the AEP Ohio system.

WHEREAS, By switching the generation and transmission of the street lights currently on the AEP Ohio system to AEP Retail Energy, the Department of Public Utilities would reduce the cost of the mega watt hours (MWh) from \$62.62/MWh to \$49.90/MWh for an approximate annual savings of \$126,000.00, and

WHEREAS, AEP Ohio would continue to charge the Division of Power and Water (Power) for distribution and customer charges, and

WHEREAS, an emergency exists in the usual daily operation of the Department of Public Utilities, in that it is immediately necessary to enter into the agreement with AEP Retail Energy for street light generation and transmission services so that the Department of Public Utilities can take advantage of the cost savings to the Division of Power and Water (Power) for the immediate preservation of the public health, peace, property and safety; **Now, Therefore**

BE IT ORDAINED BY THE COUNCIL OF THE CITY OF COLUMBUS:

Section 1. That the Director of Public Utilities be and is hereby authorized to enter into an agreement with AEP Retail Energy for street light generation and transmission services for the Division of Power and Water (Power).

Section 2. The Department of Public Utilities feels it is in the best interest of the City of Columbus to enter into this agreement with AEP Retail Energy to take advantage of the power cost savings.

Section 3. That for the reasons stated in the preamble hereto, where is hereby made a part hereof, this Ordinance is hereby declared to be an emergency measure, which shall take effect and be in force from and after its passage and approval by the Mayor, or ten days after passage if the Mayor neither approves nor vetoes the same.