

Commonwealth Edison Company
Public Relocation Department
1910 S. Briggs Street
Joliet, IL 60433

www.ComEd.com

An Exelon Company

January 31, 2013

John Ingram
Department of Public Works
15655 Ravinia Ave
Orland Park, IL 60462

Project: H11096CRE
Work Order: 07164914
EPS Project: 13FRD017

Re: Relocation of overhead electric facilities along east side of Rte 45 (LaGrange Rd) at 135th St

Dear Mr. Ingram,

This letter is in reply to an inquiry regarding the **Village of Orland Park's** (the Village) request to relocate ComEd's (the Company) overhead electric lines along Rte 45 (LaGrange Rd). More specifically, the subject electric lines are currently situated along the east side of Rte 45 (LaGrange Rd) from north of ComEd station to 135th St.

The engineered estimate of cost to relocate the existing overhead facilities is approximately **\$72,884**. The cost represents an engineered design cost estimate only and is not a final cost for ComEd to provide any work to relocate the subject facilities. The final construction costs may differ depending on the mutual agreement of facilities relocated, final construction, difficulty of work area and what the accepted contract bid is for performing some or all of the work. The Village should take note that final costs will be based off the total actual charges that ComEd incurs to complete this project.

The Village will have two payment options available to them. Check one of boxes below, sign and return with check and/or copy of the executed ordinance.

☐ The first would be a progressive payment schedule requiring a 50% first partial payment of **\$36,442** ("design cost estimate" minus "engineering deposit" times 0.5) with the potential for multiple payments as construction progresses. The 50% deposit and all required easements must be in place before ComEd work can be scheduled. This can be a minimum of 6–12 weeks from that date contingent upon ComEd's scheduled work load. Final payment invoicing will occur upon completion of the work.

☐ The second option would be under Rider LGC, Local Government Compliance Clause, where ComEd applies an additional "per kilowatt-hour charge onto the monthly bills of all customers within the municipal boundaries of the Village of Orland Park. As costs for this project are incurred each month, the appropriate share of those costs will be reflected as a separate line item charge on the monthly bills of the customers. The "per kilowatt-hour" charges will continue until the project is completed and all costs for the project are reflected on ComEd's books of account.

As an Illinois public utility, ComEd is subject to the terms and conditions of the Illinois Public Utilities Act (220 ILCS) and is obligated to provide reliable service at least cost. The relevant section of the Illinois Public Utilities Act (PUA) is Section 5/8-401, which states:

'Every public utility subject to this Act shall provide service and facilities which are in all respects adequate, efficient, reliable and environmentally safe and which, consistent with these obligations, constitute the least-cost means of meeting the utility's service obligations.'

The village should take special note of the fact that ComEd must meet our "Service" obligations at least cost to our "Ratepayers." Should replacement or additional distribution lines be required, ComEd must install facilities at least cost, which may require the facilities to include an overhead pole line. Should the village desire to keep the overhead distribution lines off of Rte 45 (LaGrange Rd), the Village will be obligated to pay for the incremental costs of undergrounding or rerouting the line(s). In summation, the Village will pay the cost of the underground line, less the estimated cost of the avoided overhead installation.

General Assumptions:

- This cost estimate is good for 90 days from the date on this letter.

Date _____