



Legislation Text

File #: 2021-0224, **Version:** 0

Title/Name/Summary

Water Supply Service Agreement with Illinois-American Water Company for Alpine Heights Subdivision

History

The Illinois-American Water Company is a public utility, regulated by the Illinois Commerce Commission, which owns and operates a potable water distribution system located in the Alpine Heights subdivision. The subdivision has no connections to other Illinois-American Water Company water lines, so the subdivision's water is supplied by the Village of Orland Park.

Orland Park had previously entered into an agreement with Derby Meadows Utility Company dated October 8, 1992 in which the Village of Orland Park sold water to Derby Meadows, who supplied water to Alpine Heights Subdivision (See Exhibit A). Since 1992, Citizen's Utilities Company acquired all assets of Derby Meadows Utility Company and then Illinois-American Water Company acquired all assets and stock of Citizen's Utilities Company. The Village of Orland Park has continued to supply water to Illinois-American and Illinois-American has purchased water pursuant to the same terms as provided in the 1992 agreement.

Illinois-American Water seeks to have Orland Park continue to provide a potable water supply to Alpine Heights System and the Village of Orland Park is willing and able to provide the potable water supply (See Exhibit B).

The Village of Orland Park Public Works Department and the Village Attorney have reviewed this agreement with no further suggested changes.

Financial Impact

All water rates for residential units in Alpine Heights Subdivision include a standard Village of Orland Park water rate along with Illinois-American Water Company rate structure that includes direct cost for system maintenance and repairs.

Recommended Action/Motion

I move to approve entering into an agreement between the Village of Orland Park and the Illinois-American Water Company to provide water to the Alpine Heights Subdivision;

And,

To authorize the Village Manager to execute all related contracts subject to Village Attorney review.