Village of Palatine
Electric Aggregation Program

May 4, 2012

Customer Name
Mailing Address
City State Zipcode

Regarding service at:
Premise address

Dear Resident,

In March, Palatine voters approved a referendum authorizing the Village to seek lower electricity rates for eligible residential and small business customers. After receiving prices and service qualifications from retail electric suppliers, the Village selected, **Integrys Energy Services, Inc.,** to supply electricity to the Village's Electric Aggregation Program. In addition to a substantial savings on electricity costs, the Village's new program will ensure that the fees we pay for electricity generation go to fund renewable energy sources, primarily wind, and most of it from Illinois sources.

As an eligible residential customer, you will be automatically enrolled in the program unless you opt-out by May 17, 2012. There are no enrollment or switching fees and your new electricity rate will be 42.00% lower than the current ComEd rate.

ComEd	Integrys	
8.233[1] ¢/kWh October 2011 - May 2012	**4.775** ¢/kWh	**42.00% Savings**[2]

No Rate Increase for Term of Contract

While ComEd's rates will continue to change each June and October, Integrys' rates are fixed and guaranteed for June 2012 through June 2013. Customers can expect to see savings on their electricity bills beginning in June 2012. Please see the enclosed Terms and Conditions for full details.

Billing / Service Delivery Unchanged

Other than the price and supplier, nothing regarding your electricity service will change. You will continue to receive one monthly bill from ComEd. ComEd will continue to deliver your electricity, restore power following an outage, and be responsible for maintaining the system that delivers power to your home.

Enrollment Information

After your enrollment is finalized, Integrys will send you a letter confirming your enrollment and welcoming you to the Village's Electric Aggregation Program. ComEd will also send you a letter confirming your selection of Integrys Energy Services, Inc. as your electric supplier. As required by

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[1]Calculated as ComEd's "Price to Compare" plus the Purchased Electricity Adjustment (PEA) Factor effective for May 2012; 7.733 + 0.500 = 8.233 cents/kWh.

[2]Savings calculated using only the Electric Supply Services portion of your ComEd bill. The Delivery Services portion of your ComEd bill will not change.

law, this letter will inform you of your ability to rescind your enrollment without penalty. Please see the enclosed Terms and Conditions for more information.

How to Opt-Out

If you do not wish to participate in the Village's Electric Aggregation Program, you must opt-out by May 17, 2012. To opt-out, return the enclosed postcard. You may also opt-out by contacting Integrys toll-free at 877-585-3431 or online at www.integrysenergy.com/il-palatine.

If you have any questions, please review the enclosed Frequently Asked Questions or contact Integrys toll-free at 877-585-3431. Representatives are available 24 hours a day, 7 days a week.

Sincerely,

Jim Schwantz, Mayor
Village of Palatine

Reid T. Ottesen, Village Manager
Village of Palatine