

CLEVELAND PUBLIC LIBRARY

Finance Committee

October 16, 2012

**RESOLUTION TO ENTER INTO AN AGREEMENT WITH INTERSTATE GAS
SUPPLY, INC. FOR THE PURCHASE OF NATURAL GAS**

WHEREAS, Deregulation of the natural gas industry in Ohio allows Dominion East Ohio customers to select a natural gas supplier; and

WHEREAS, The PUCO-East Ohio Energy Choice Program provides listings of participating suppliers which the Facilities Department reviews; and

WHEREAS, The Library purchases natural gas for 29 locations at an annual cost of over \$200,000.00; and

WHEREAS, On November 17, 2011, the Board of Library Trustees approved a one (1) year agreement with Interstate Gas Supply, Inc. (IGS) at a fixed rate contract pricing of \$5.29 per thousand cubic feet (MCF) for the period December 2011 through November 2012; and

WHEREAS, The Director of Property Management has been reviewing natural gas prices and finds that our current supplier, IGS, has the best rates with the current rate being lower than the contract rate of \$5.29 per MCF; and

WHEREAS, On September 20th, the rate was \$4.65 per MCF, on September 28th, the rate was \$4.86 per MCF and on October 5th, the rate was \$4.99 per MCF; now therefore be it

RESOLVED, That the Board of Library Trustees authorizes the Director of Property Management to execute a two (2) year contract with Interstate Gas Supply if at the time this Resolution is adopted, the rate is under \$5.00 per MCF; if the rate is \$5.00 or above but is less than or equal to \$5.29 per MCF, the Director of Property Management is authorized to enter into a one (1) year contract, subject to the approval of the Chief Legal Officer, for the period of December 2012 through November 2013 for the purchase of natural gas covering the Library's 29 locations with Interstate Gas Supply, Inc.