



**WESTERN PENNSYLVANIA NATURAL GAS CONSORTIUM
AUTHORIZATION FORM**

The PLUM BOROUGH School District will participate in the Western Pennsylvania Natural Gas Consortium. By agreeing to participate, the Natural Gas Committee shall have the authority to secure pricing for all consortium participants.

District Information:

School District PLUM BOROUGH

Print or Type Name EUGENE J. MARRACCINI

Signature _____

Date _____

Phone 412-798-6356

Email marraccinie@pbsd.k12.pa.ua

**PLEASE RETURN TO ELAINE VIVALDI VIA FAX TO (412) 394-5706 OR
AND SCAN AND EMAIL TO elaine.vivaldi@aiu3.net**

NO LATER THAN MARCH 7, 2014

If you have any questions, or need additional information, please contact Elaine Vivaldi at (412) 394-5780 or Tom Galluze at (412) 394-5799.



Marraccini, Eugene <marraccinie@pbsd.k12.pa.us>

IMPORTANT NATURAL GAS INFORMATION!!!

Vivaldi, Elaine <Elaine.Vivaldi@aiu3.net>
To: "Marraccini, Eugene" <marraccinie@pbsd.k12.pa.us>

Mon, Feb 10, 2014 at 10:45 AM

Hello Gene,

If you would like for us to obtain pricing for natural gas, we can do that for you. We will contact you when we receive our pricing and if you want to participate, we will be able to work that out. Pricing for natural gas will start September 2015 for a one, two or three year period.

Please return the attached form. This will not commit you to participate.

Elaine

During the past months the Western Pennsylvania Natural Gas Consortium Committee has been monitoring the natural gas market to determine if there was an opportunity to obtain a lower basis price (transportation) for natural gas for our members.

The natural gas market has dropped to a point where attractive pricing for the transportation or "basis" cost may be obtained for a one, two or three year agreement. The NYMEX Plus Basis (supply) pricing is comprised of the commodity cost and the transportation or "basis" cost for delivering your natural gas to your utility company.

We have been very successful in obtaining competitive pricing by your continued participation in the Western Pennsylvania Natural Gas Consortium and have saved the 116 participating districts over \$2.3 million dollars for the 2012-13 fiscal year. The combination of school districts from IU#1, IU#3, IU#4, IU#7, IU#8, IU#19, IU#27 and IU#28 provides us with leverage when securing proposals from suppliers. Because of our continued success we have been asked to present at the 2014 National School Boards Conference on "How to use the Power of a Consortium to Purchase Fuel and Energy."

Please sign and return the attached authorization form allowing your district to continue

participation in the Western Pennsylvania Natural Gas Consortium. This will allow us to secure the best price available for our participating schools. Additional information will be forthcoming concerning proposed pricing, length of agreement and supplier.

Please sign and return the attached authorization forms allowing your district to continue participation in the Western Pennsylvania Electric and Natural Gas Consortium. This will allow us to secure the best price available for our participating schools. Additional information will be forthcoming concerning proposed pricing, length of agreement and supplier.

A sample Board Motion is provided below if Board action is necessary. If a Board motion is not required at your School District, please sign and return the attached Authorization Form (copy attached).

The signed approval for Continued Membership in the Joint Purchasing Board that has already been approved by your Board may be sufficient and another Board Agenda item may not be necessary (copy attached). We recommend checking with your solicitor.

Motion to continue participation in the Western Pennsylvania Natural Gas Consortium

It is recommended that the Board authorize _____ School District to continue participation in the Western Pennsylvania Natural Gas Consortium for the purchase of natural gas for up to a three year term commencing with service after the final meter read date in August 2015. Final basis (transportation) price will be **below** current rate and will be determined from competitive quotes.

If you have any questions, please contact Tom Galluze at thomas.galluze@aiu3.net or 412-394-5799 or contact Elaine Vivaldi at elaine.vivaldi@aiu3.net or 412-394-5780.

Elaine M. Vivaldi

Allegheny Intermediate Unit

Supervisor of Joint Purchasing

and Consortium Services