

York County School Districts Natural Gas Procurement Group

Memo of Understanding

Purpose:

The York County School Districts Natural Gas Procurement Group, hereinafter identified as "The Group", is formed for the purpose of leveraging the advantages of volume purchasing by aggregating the gas needs of The Group. This memo of understanding is not intended to be a legally binding agreement between parties but rather to provide structure for a cooperative effort for the purpose of procuring natural gas needs.

Role of EnergyWise Consulting:

- a) Each party of The Group has individually entered into a contractual agreement directly with EnergyWise Consulting, 241 Murry Hill Drive, Lancaster, PA 17601 to manage procurement of its natural gas needs. There are no additional fees from EnergyWise Consulting to be part of The Group.
- b) EnergyWise Consulting shall provide leadership to The Group by:
 - providing periodic gas market updates
 - communicate appropriate time to purchase basis and/or NYMEX commodity
 - gain consensus of The Group in procurement decisions
 - prepare Request(s) for Proposal and issue to suppliers
 - report results of bidding and make contracting recommendations
 - act as spokesperson for the group in communications with suppliers

Cooperative Efforts:

- a) Each party agrees to work in a unified manner with The Group in the procurement process whereby basis procurement and commodity hedges shall occur as a unit.
- a) Each party agrees that the gas supply needs for The Group shall be bid as a unit whereby all parties shall contract with the same supplier at the same blended price per dekatherm for basis.
- b) Each party shall enter into an individual contractual agreement directly with the supplier selected by The Group.

Understandings:

- a) Participation in The Group is only open to parties and metered accounts which receive distribution supply from Columbia Gas of PA.
- b) Each party shall designate a representative to The Group.
- c) To the extent necessary, all decisions of The Group shall be made by consensus.

- d) Participation in The Group is voluntary. Any party may leave The Group upon written notice, however each party is fully obligated to any contractual decisions made while still a member of The Group.
- e) It is recognized that all parties might have differing expiration dates on current gas supply contracts. For the purpose of continuity, each party will attempt to shift future supply contracts to make them coterminous with the supply contracts of The Group.
- f) The Group can be dissolved by the consensus of parties currently part of The Group at time of dissolution and/or at the decision of EnergyWise Consulting.
- g) Additional parties can be added to The Group in the future at the consensus of The Group and EnergyWise Consulting.

Representative of Dallastown Area School District	Date
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Representative of Littlestown Area School District	Date
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Representative of Spring Grove Area School District	Date
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Representative of York County School of Technology	Date
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Representative of York Suburban School District	Date
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