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**TULSA COUNTY**  

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**PURCHASING  
DEPARTMENT**

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# MEMO

DATE: JANUARY 9, 2017

FROM: LINDA R. DORRELL  
PURCHASING DIRECTOR 

TO: BOARD OF COUNTY COMMISSIONERS

SUBJECT: AMENDMENT #2-NATURAL GAS PROCUREMENT-EXTEND BID

ON JANUARY 19, 2016, THE BID FOR NATURAL GAS PROCUREMENT WAS AWARDED TO CENTERPOINT ENERGY SERVICES, CMF# 236828.

ALL USING TULSA COUNTY DEPARTMENTS REQUEST THE BID AWARD BE EXTENDED FOR A ONE-YEAR PERIOD, BEGINNING FEBRUARY 1, 2017 THROUGH JANUARY 31, 2018. CENTERPOINT ENERGY SERVICES HAS AGREED TO HOLD AND HONOR THEIR BID CONDITIONS AS PER ATTACHED DOCUMENTATION.

RESPECTFULLY SUBMITTED FOR YOUR APPROVAL.

LRD/skb

ORIGINAL: MICHAEL WILLIS, COUNTY CLERK, FOR JANUARY 17, 2017 AGENDA.

COPIES: COMMISSIONER JOHN M. SMALIGO  
COMMISSIONER KAREN KEITH  
COMMISSIONER RON PETERS  
JOHN FOTHERGILL, CHIEF DEPUTY  
VICKI ADAMS, CHIEF DEPUTY



**Transaction Confirmation**  
**Transaction Type: Index Price**

Transaction Confirmation Number: 650358  
 Agreement Dated: June 29, 2011

Date: 11/18/2016

This Transaction Confirmation sets forth the terms of the Transaction agreed to under Agreement, dated June 29, 2011 (the "Agreement"). The terms of this Transaction Confirmation are binding on both Buyer and Seller unless disputed in writing per the Agreement.

**Buyer:** Tulsa County Board of County Commissioners  
**Buyer's Facilities:** See below  
**Seller:** CenterPoint Energy Services, Inc.  
**Seller Contact:** Jennifer Payne  
**Seller Contact Email:** jennifer.payne@centerpointenergy.com

**Dodd-Frank Transaction Classification:** Forward Contract

Contract Price and  
 Volume Commitment

Inside FERC's Gas Market Report, Prices of Spot Gas Delivered to Pipelines, "Oneok Gas Transportation LLC, Oklahoma" Index plus \$0.03/MMBtu for nominated volumes. Buyer shall provide to Seller seven business days prior to the start of the delivery month the daily or monthly volumes to be nominated. All volumes will be equally allocated to each day of the month, and will be rounded to the nearest whole number. For any month Buyer does not provide the nomination volume, Seller shall use the following volumes:

<u>Month</u>	<u>Monthly Volume (MMBtu)</u>
Feb-2017	1,605
Mar-2017	1,071
Apr-2017	566
May-2017	366
Jun-2017	499
Jul-2017	286
Aug-2017	298
Sep-2017	295
Oct-2017	452
Nov-2017	1,173
Dec-2017	1,776
Jan-2018	2,486

Buyer may choose to convert monthly volumes up to the Monthly Volume above to a Fixed Price. Converted monthly volumes will be confirmed to Buyer in a Fixed Price Transaction Confirmation. Converted monthly volumes will replace the Monthly Volume above for the term and volume specified in the Fixed Price Transaction Confirmation. All of Buyer's natural gas requirements will be delivered by Seller under this Transaction Confirmation.

If in any month Buyer takes less volume than the volume commitment above, Buyer shall be credited for the unused volumes at a price equal to the Platts Gas Daily Price Guide, Midpoint Averages, "Oklahoma, Oneok, Okla." minus \$0.03/MMBtu.

If in any month Buyer takes more volume than the volume commitment above, Buyer shall be charged for the additional volumes at a price equal to the Platts Gas Daily Price Guide, Midpoint Averages, "Oklahoma, Oneok, Okla." plus \$0.03/MMBtu.

Additional Fees or Contract Price adjustments:	Applicable Taxes
Agency:	Buyer hereby appoints Seller to act as its limited agent for the following purposes, as deemed applicable by Seller to its performance of a Transaction: (a) making nominations to any Utility or Pipeline on Buyer's behalf; and (b) executing documents on Buyer's behalf as deemed necessary by Seller to provide natural gas to Buyer.
Initial Period:	This Transaction Confirmation shall be in effect starting 02/01/2017 and will continue for 12 months ("Initial Period"), unless otherwise terminated in accordance with the Agreement.
Delivery Point:	Utility Citygate - ONG

Performance The delivery will be firm.  
 Obligation:

Buyer's Facilities & Usage Estimates (in MMBtu's):  
 Account numbers are accurate as of the Date above and may be modified by Utility/Pipeline

AcctID	2/17	3/17	4/17	5/17	6/17	7/17	8/17	9/17	10/17	11/17	12/17	1/18	Total
4070	497	378	172	22	33	21	25	20	103	407	505	700	2,883
4065	184	113	78	66	94	55	51	51	62	120	197	282	1,353
4068	104	71	22	4	6	4	3	3	3	39	109	153	521
6198	134	65	27	16	18	4	5	4	21	91	157	225	767
6711	134	90	62	76	104	55	57	50	56	107	169	260	1,220
4064	201	102	32	10	0	0	0	0	4	102	240	348	1,039
4066	258	153	80	68	92	47	45	49	90	196	304	418	1,800
4063	93	99	93	104	154	100	112	118	113	111	95	100	1,292

Facility Name	Account Number	Meter Number	Address	City	State
Health Department	4070	L-4070	5051 S. 129th E. Ave	Tulsa	OK
Tulsa Co LaFortune Golf Maintenance	6198	L-6198	5434 S Hudson Ave	Tulsa	OK
Tulsa County - O'Brien Park Recreation Center	4068	L-4068	6149 N. Lewis Ave.	Tulsa	OK
Tulsa County Lafortune Grill & Pro Shop	6711	L-6711	5501 S Yale Ave	Tulsa	OK
Tulsa County Sheriff's Office	4063	L-4063	300 N Denver	Tulsa	OK
Parks Administration - Charles Page	4066	L-4066	2315 Charles Page	Tulsa	OK
Apache Warehouse	4064	L-4064	2929- B E. Apache St.	Tulsa	OK
Juvenile - S. 25th	4065	L-4065	315 S. Gilcrease Museum Rd.	Tulsa	OK

Seller: CenterPoint Energy Services, Inc.  
 By: Shane Blase  
 Print Name: SHANE BLASE  
 Title: CONTRACTS & PRICING

Buyer: Tulsa County Board of County Commissioners  
 By: \_\_\_\_\_  
 Print Name: \_\_\_\_\_  
 Title: \_\_\_\_\_

M. J. ...  
 APPROVED AS TO FORM  
 ASSISTANT DISTRICT ATTORNEY





CenterPoint Energy Services Inc.  
470 N Kirkwood Rd. Suite 200  
St Louis, MO 63122

December 13, 2016

Tulsa County Board of Commissioners  
500 S Denver Ave  
Tulsa, OK 74103

RE: Notice of Contract Extension

Dear Tulsa County Board of Commissioners,

In accordance with the Renewal Section of Transaction Confirmation #650358 and Gas Sales Agreement dated 06/29/2011, CenterPoint Energy Services extends the agreement Term for one additional year. The renewal period commences February 1, 2017 and ends January 31, 2018.

Thank you for your attention to the notice. On behalf of CenterPoint Energy Services, we look forward to continuing our relationship with Tulsa County Board of Commissioners.

Sincerely,

A handwritten signature in blue ink, appearing to read "Gaston Miranda".

Gaston Miranda  
Contract Administrator