

## City Council Agenda Summary Sheet (Purchases)

**Agenda No:** 2004-1235  
**Date:** December 7, 2004  
**Prepared By:** Bob Srogi, Facilities Operations Manager  
**City File No:**

**Meeting Date:** December 15, 2004

**PURPOSE:**

City Council authorization of a blanket purchase order to Consumers Energy, Lansing, Michigan, in the amount not-to-exceed \$175,300 for the purchase of natural gas for various City owned buildings.

**DISCUSSION:**

The members of the MITN Cooperative Group (formerly Tri-County Cooperative Purchasing) have worked with Michigan Municipal Risk Management Association (MMRMA) and its partnership with Kimball Power Company to obtain professional assistance in selecting a reliable and cost effective natural gas provider. Consumers Energy currently remains the best value for the purchase of natural gas. Therefore, The City desires to continue to contract for natural gas with Consumers Energy, until an alternate provider of better value is identified. Estimates for 2005 for natural gas consumption by City facilities is \$175,300.

**FISCAL INFORMATION:**

Fund Name	Fund Account #	Description	Budget Amount	Cost	Remaining Budget
Facilities Fund	631.926000	Gas Utility	\$175,300	\$175,300	0

**Vendor Name and Address:**

Consumers Energy  
Lansing, Michigan 48937-0001

**Reason for Selection:**

Best Value

**Method of Purchase:**

Blanket Purchase Order through December 31, 2005

**RECOMMENDATION:**

It is recommended that City Council authorize a blanket purchase order to Consumers Energy, Lansing, Michigan for natural gas in the amount not-to-exceed \$175,300 through December 31, 2005.

**ATTACHMENTS:**

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Department Authorization: Roger Rouse, Director of Department of Public Service

Reviewed by:

Fiscal: *Julie Jenuwine*

Purchasing: *Jean Farris*

Clerks: *Susan Koliba-Galeczka*

Approved by: *Pat Somerville*

**RESOLUTION**

**NEXT AGENDA ITEM**

**RETURN TO AGENDA**