



Lexington-Fayette Urban County Government  
DEPARTMENT OF ENVIRONMENTAL QUALITY AND PUBLIC WORKS

Jim Gray  
Mayor

Charles H. Martin, P.E.  
Acting Commissioner

TO: Mayor Jim Gray  
Urban County Council

FROM: *Susan L. Plueger*  
Susan L. Plueger, P.E., Director  
Division of Environmental Policy

DATE: April 23, 2014

RE: **Requesting authorization to execute a fixed price contract with Constellation New Energy, Inc. for supply of natural gas at six LFUCG facilities.**

Requesting approval to execute a 13-month, fixed-price contract with Constellation New Energy, Inc. for natural gas supplied under Columbia Gas of Kentucky's Small Volume Gas Transportation Service (SVGTS) tariff, not to exceed \$6.20 per Mcf (thousand cubic feet).

This contract will add six (6) LFUCG natural gas accounts to an existing contract with Constellation New Energy, Inc. (R #676-2012). This completes the consolidation of all LFUCG natural gas accounts under a single fixed price contract at discounted bundled rate pricing. This procurement approach for LFUCG's natural gas supply has shown to provide benefit through reduced costs and more stable expenditures.

The contract requires the Mayor or his designee's signature.

Questions regarding this program should be directed to James Bush at 859-425-2879.

Attachments

cc: Charles Martin, Acting Commissioner, Dept. of Environmental Quality & Public Works  
Todd Slatin, Director, Division of Purchasing  
James Bush, Division of Environmental Policy