



August 22, 2024

To: Sam Anselm, City Administrator

From: Shayne Eades, Utilities Director

Re: Agreement between City of West Plains and BlueMark Energy, LLC

Executive Summary

This agreement allows BlueMark Energy, LLC to purchase natural gas for the generator units.

Discussion

BlueMark Energy, LLC will purchase and manage the usage of natural gas for the two generator units for the City of West Plains. This enables the city to purchase natural gas at market pricing and arrange the delivery of the gas through Summit Natural gas lines to the generator units. The city currently has a contract with BlueMark Energy, LLC dated April 3, 2023. This is an extension of that agreement through April 30, 2025 automatically renewing annually.

BILL No. 2024-23

RESOLUTION No. _____

A RESOLUTION OF THE CITY OF WEST PLAINS, MISSOURI AUTHORIZING THE UTILITIES DIRECTOR TO EXECUTE AN EXTENSION AGREEMENT WITH BLUEMARK ENERGY, LLC FOR THE PURCHASE OF NATURAL GAS FOR GENERATORS.

BE IT RESOLVED BY THE COUNCIL OF THE CITY OF WEST PLAINS, MISSOURI AS FOLLOWS:

Section 1: the utilities director is authorized and directed to execute an extension agreement with Bluemark Energy, LLC to provide natural gas for the City of West Plains.

Section 2: this resolution shall be in full force and effect from and after the date of its passage and approval.

PASSED AND APPROVED THIS ___ DAY OF _____, 2024.

CITY OF WEST PLAINS, MISSOURI

BY: _____

MAYOR MICHAEL TOPLIFF

ATTEST:

CITY CLERK, KELLIE MAYERS

TRANSACTION CONFIRMATION
FOR IMMEDIATE DELIVERY

EXHIBIT A

BlueMark Energy, LLC 4200 East Skelly Drive, Suite 300 Tulsa, OK 74135	Date: June 11, 2024 Transaction Confirmation #: 2
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This Transaction Confirmation is subject to the Base Contract between Seller and Buyer dated April 3, 2023. The terms of this Transaction Confirmation are binding unless disputed in writing within 2 Business Days of receipt unless otherwise specified in the Base Contract.

SELLER: BlueMark Energy LLC 4200 East Skelly Drive, Suite 300 Tulsa, OK 74135 Attn: Cindy Gray Phone: 479-879-6672 Fax: 918-551-6503 Base Contract No.	BUYER: City of West Plains 1910 Holiday Lane (P.O. Box 710) West Plains, MO. 65775 Attn: Shayne Eades Phone: 417-256-7176 x. 2227 Email: Shayne.eades@westplains.gov Base Contract No. Transporter:
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Contract Price: The Contract Price per MMBtu for the Daily Contract Quantity set forth below shall be defined as the Platts Gas Daily daily Midpoint price published under the heading "Oklahoma, Southern Star" for the applicable Day plus the Adder of \$0.10/MMBtu plus all applicable transportation and fuel charges.

Delivery Period: Begin: May 1, 2024 End: April 30, 2025 and shall automatically renew year to year thereafter until terminated by either party with written notice of termination sent to the other party 30 days prior to the end of the initial or any renewal term thereafter.

Performance Obligation and Daily Contract Quantity: (Select One)

Firm (Fixed Quantity): _____ MMBtus/day <input type="checkbox"/> EFP	Firm (Variable Quantity): _____ MMBtus/day Minimum _____ MMBtus/day Maximum subject to Section 4.2. at election of <input type="checkbox"/> Buyer or <input type="checkbox"/> Seller	Interruptible: Up to <u>7,200</u> MMBtus/day
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Delivery Point(s): Southern Star Market Zone; Summit, MO Citygate
 (If a pooling point is used, list a specific geographic and pipeline location): Southern Star Market Zone

Special Conditions:

During a Day, any volumes taken in excess of the Daily Contract Quantity shall be priced at the Platts Gas Daily daily Midpoint price published under the heading "Oklahoma, Southern Star" for the applicable Day in which such excess volumes were nominated plus \$0.10 per MMBtu plus all applicable transportation and fuel charges.

During a Day, any volumes deficient of the Daily Contract Quantity shall be bought back at the Platts Gas Daily daily Midpoint price published under the heading "Oklahoma, Southern Star" for the Day in which such deficiency occurred.

Notwithstanding anything herein to the contrary, including the Contract Price, Buyer will be responsible to pay for all prior period adjustments made by the Transporter at the current market prices at the time such adjustment is made regardless of the time period for which such adjustment is made.

Seller: BlueMark Energy, LLC By: _____ Title: President Date: _____	Buyer: City of West Plains By: _____ Title: Utilities Director Date: _____
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