Memorandum

To: Bill Hanson School Board

Kenny TV. Leid

From: Kerry M. Leider

Date: September 20, 2016

Re: Approval of Agreement with Duluth Energy (Duluth Steam – City of Duluth)

Since 1995 the District has been connected to City Steam serving the Historic Old Central High School Building. There was an agreement made at that time which continued to renew since then. With the change in operation status from the Duluth Steam Cooperative to Duluth Energy the new operator has requested updated agreements for continued service.

City Steam has been a reliable and efficient source of heat for this building and the attached agreement has been reviewed by District Administration and by Mark Knutson, the District's legal counsel, and edits to the Operator's Draft Agreement Form have been negotiated.

I recommend the School Board approve entering into an agreement with Duluth Energy to procure steam service for the Historic Old Central High school.

Attachment

