

2017-2018

Propane Pre-Buy Contract

COLD IS IN THE FORECAST... PREPARE NOW

Patron Account #: \_\_\_\_\_

Patron Name: \_\_\_\_\_

Address: \_\_\_\_\_

City: \_\_\_\_\_ State: \_\_\_\_\_ Zip Code: \_\_\_\_\_

Patron Phone #: \_\_\_\_\_



Your Propane Pre-Buy gallons are now available for purchase!

If you would like to contract propane gallons for the upcoming heating season, simply select your payment type, fill in the number of gallons that you would like to contract, multiply the number of gallons against the price per gallon based on your payment method, write the total in the amount due, sign the form and return it to our office with your payment in full by the expiration date listed at the bottom of this form.

If you have a credit on your account that you would like to apply to this contract, please enter that amount on the form and deduct it from your total remittance amount. There is no automatic rollover of any credits on your account, you must sign a new contract each year.

If you have any questions about this contracting process, contact your local Federated office.

Our current programs may also be viewed on our website at [federatedcoops.com](http://federatedcoops.com).

2017-2018 HEATING SEASON PRE-BUY CONTRACT

Choose your payment type:

**Cash, Check or Money Order:**

Number of Gallons Requested: \_\_\_\_\_ X \_\_\_\_\_ = \$ \_\_\_\_\_

(200 Gallon Minimum per Contract)

Minus Credit on Account - \$ \_\_\_\_\_

**Amount Due** = \$ \_\_\_\_\_

Check # \_\_\_\_\_

**Credit Card / Debit Card:**

Number of Gallons Requested: \_\_\_\_\_ X \_\_\_\_\_ = \$ \_\_\_\_\_

(200 Gallon Minimum per Contract)

Minus Credit on Account - \$ \_\_\_\_\_

**Amount Due** = \$ \_\_\_\_\_

Circle the type of credit card you are using:    **VISA**    **MASTERCARD**    **DISCOVER**

Credit Card Number: \_\_\_\_\_ - \_\_\_\_\_ - \_\_\_\_\_ - \_\_\_\_\_

Expiration Date: \_\_\_\_\_ / \_\_\_\_\_    V-Code: \_\_\_\_\_ (Last 3 digits on back of card in signature box)

Office Use:

By returning this contract with my payment I understand that I am entering into a contract with Federated Co-ops, Inc. for the number of gallons listed above. I understand that I will be required to abide by the terms of the "Propane Pre-Buy Contract" as outlined on the Terms and Conditions sheet included as a separate page in this mailing which has been retained by me. I recognize and understand that this is a fixed price contract and that the price per gallon will not change with the markets should they increase or decrease. I understand that I must take delivery of these gallons by April 15, 2018.

\_\_\_\_\_  
 Patron's Signature Today's Date

CONTRACT MUST BE POSTMARKED BY SEPTEMBER 29, 2017 TO BE VALID

## *Federated Co-ops, Inc. - Terms and Conditions* **For Propane Pre-Buy and Price Protection Propane Contracts**

- Once your contract and payment is received, deliveries can be made; and the contract will end on April 15, 2018 or when the number of contracted gallons is delivered, whichever is first.
- This is a fixed price contract and the price per gallon will not change with the markets should they increase or decrease.
- All deliveries must meet our minimum delivery requirements: 100, 250 and 325 gallon tanks – must be filled. 500 gallon tanks must be filled or a minimum order of 275 gallons. 1000 gallon tanks must be filled or a minimum order of 500 gallons.
- If contracted gallons do not cover a minimum delivery as outlined above, a minimum delivery is still required. The balance of that delivery will be billed at the prevailing market prices.
- Cancellation of a contract may result in a \$75.00 cancellation fee.
- In the event of a propane supply shortage, supply interruption or delays in transportation that prohibits Federated Co-ops from being able to attain its required supply of propane from its traditional supply points and terminals, Federated reserves the right to add a freight surcharge and/or a demurrage surcharge to the delivered price of this product.
- In the event of a propane supply shortage, supply interruption or delays in transportation, Federated Co-ops reserves the right to allocate delivery amounts to all its patrons. Should this situation occur, Federated will allocate delivery amounts to all patrons on a fair and commercially responsible manner. Purchasing a Pre-Buy contract or PPC contract does not exclude a patron from this allocation program. All patrons may be subject to allocation.
- Federated Co-ops, Inc. shall not be liable for damages of any kind or for consequences thereof resulting from delay or inability to deliver if such delay or inability to deliver is caused by conditions beyond its control including but not limited to acts of God, government restrictions, wars, insurrections, labor disputes, fire, theft, shortage, delays of carriers or manufactures, or unavailability of propane supply. Federated Co-ops is not obligated to purchase alternate replacement product to supply the contract holder.
- Purchasing Pre-Buy or a PPC will not transfer your account to our Scheduled Delivery Program if you are not currently on that program.
- Scheduled Delivery means that Federated will make periodic deliveries of propane, filling your tank to its capacity. It does NOT mean that Federated will guarantee that you will not run out of gas. You must monitor the level of your tank and call Federated if your tank gets below 20%. Because many factors influence how much propane each patron uses at various times during the heating season it is impossible for Federated to guarantee an uninterrupted supply of propane.
- Your account must be in good standing according to the credit terms of your account to be eligible for and/or remain on either program.
- If your account becomes past due, Federated will stop making deliveries to your home. This may cause your tank to run out of propane which may cause an interruption in your heating, damaging your home and property.

### **Terms Specific to Pre-Buy contracts:**

- After this contract expires the contracted price becomes void. Any remaining credit amounts can be returned to you or remain on your account as a credit.
- Federated Co-ops does not offer installment payment plans for propane Pre-Buy.
- Propane delivered in excess of Pre-Buy gallons will be invoiced at regular market prices at the time of delivery.
- Annual Tank Rent owning may be deducted from your Pre-Buy balance during the contract year.
- Any applicable taxes need to be paid separately. They will not automatically be deducted from your Pre-Buy contract.

### **Terms Specific to Price Protection contracts (PPC):**

- Origination fees are non-refundable.
- Maximum gallons delivered under the PPC are 1000 gallons.
- Propane delivered in excess of 1000 gallons will be invoiced at regular market prices at the time of delivery.
- This is a fixed price contract; your price will be locked in at this price for up to the first 1000 gallons of propane purchased regardless of other offers or regular market price fluctuations.