

City of San Antonio Contract Summary Sheet

Date: 3/10/16 Agenda Item: 16-1601

Name/Title (Caption as shown on agenda): Annual Contract for Gasoline and Diesel Fuels 6100006739 LD

Brief Description of Item(s) and Use:

This contract provides for the purchase of approximately 3.5 million gallons per year of unleaded gasoline with a maximum 10% ethanol blend, approximately 3.5 million gallons per year of number two Ultra Low Sulfur Diesel and approximately 500,000 gallons per year of number two Ultra-Low-Sulfur Non-Road Red Dyed Diesel Fuel to support fueling needs for all City of San Antonio Department gasoline-powered and diesel powered vehicles or equipment. Shipments under this contract will be in larger transport sizes and will be delivered to underground storage tanks with capacities of 10,000 gallons or more. These tanks are located at vehicle maintenance facilities and police sub-stations throughout the City.

Total \$:	\$14,800,000.00 annually
Contract Period:	April 1, 2016 through March 31, 2019, with two, one year renewal options
Method of Procurement:	Competitive (11 bids received)
Price Trend:	N/A
Contract Info:	Formal Annual _X_ Support/Maintenance Lease
Recommended Contractor(s):	IPC (USA) Inc., 20 Pacifica, Irvine, CA 92618 (Non-Local)
Previous Contractor(s):	IPC (USA) Inc., 20 Pacifica, Irvine, CA 92618 for Diesels RKA Petroleum Companies, 28340 Wick Rd., Romulus, MI 48174 for Gasoline
Comments:	The basis of award is based using the Oil Price Information Service (OPIS) weekly average price minus the discount percentage offered by the bidder for each fuel listed within bid. This was evaluated using the January 4, 2016 issue of the OPIS weekly report for all fuels solicited.
Anticipated Future Requirements and Action:	N/A
Procurement Alternative:	Should this contract not be approved, the City would be unable to support the fueling needs of gasoline and diesel powered vehicles and equipment used in the City's fleet. Furthermore, lack of a contract may hinder efficient delivery and supply of fuel, wherein increased cost due to non-contract buying could be realized as well, thus compromising timely delivery of essential services to the residents of San Antonio.

Using Building and Equipment Services Department (s):	
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