Since 1922

P.O. Box 839 • 305 N. Waco Street • Hillsboro, Texas 76645-0839 • Phone (254) 582-5359 • Toll Free (800) 460-5359 • Fax (254) 582-2262

August 7, 2017

Hillsboro I.S.D.

Dear Board Members:

Thank you for the opportunity to bid on your petroleum needs for the coming school year.

Our bid on oil will be cost plus 10% at the time of delivery.

Our bid on gasoline and diesel will be 3 cents over cost. This is the same margin as the last 20+ years. The gasoline and diesel will be available at Fuel-Mart and Fuel-Mart #2, our automated fueling centers, 24-hours a day, seven days a week.

Advantages of Fuel-Mart over delivered products:

- 1. School will have no investment in inventory; you only pay for what you use, at the end of each month.
- 2. No loss of product due to temperature variations.
- 3. No loss of product due to potential in-house theft.
- 4. Precise billing records for each vehicle each month. Monthly statements list each vehicle, amount, date and time of each purchase.
- 5. Fuel-Mart, and now Fuel-Mart #2, are open 24 hours a day, seven days a week.
- 6. No liability insurance is required by Hillsboro I.S.D. for storing hazardous materials on their property.
- 7. No inspections from the Texas Commission on Environmental Quality for compliance of spills and regulations that is required to storing hazardous materials on public property.
- 8. No inspections from OSHA on your fueling system
- 9. Compared to the price the school district was paying in 1992, Fuel-Mart has saved Hillsboro I.S.D. well over \$60,000 since switching to the cardlock system.

Again, thank you for considering Fuel-Mart.

Sincerely,

Chad L. Gray Vice-President

Independent Oil Company