

Denton Independent School District
Bulk Fuel Proposal for Unleaded, Bio Diesel and Diesel - Renewal
October 23, 2018

SUMMARY:

This item requests approval to extend the CSP 161012 award to Martin Eagle Oil for a term of one year.

BOARD GOAL:

VI. Growth, Change & Fiscal Responsibility... demonstrate effective and efficient management of district resources.

PREVIOUS BOARD ACTION:

The proposal was approved on October 25, 2016 for a term of two years with three one-year renewals.

BACKGROUND INFORMATION:

While Texas law allows for fuel to be quoted as needed instead of bid, the district has preferred to bid a constant fuel price per gallon over the Fuel Index Price per gallon instead. This method has worked very well and has allowed the ordering of fuel to run more smoothly.

SIGNIFICANT ISSUES:

With fuel prices changing almost daily, locking in the constant will assure the best price for the district. The proposal requested pricing on an estimated total of three fuel categories; unleaded 87 octane fuel, ultra low sulfur #2 LED diesel fuel and multi feedstock bio-diesel B20 ULS #20.

FISCAL IMPLICATIONS:

Cost will be borne by the Transportation Department budget.

BENEFIT OF ACTION:

Passage will allow the transportation department to expedite fuel purchases at the price for that day.

SUPERINTENDENT'S RECOMMENDATION:

It is recommended that the award to Martin Eagle Oil be extended for a term of one year, December 1, 2018 – November 30, 2019. Two one-year renewal terms remain on the award of this proposal.

STAFF PERSONS RESPONSIBLE:

Debbie Monschke, Assistant Superintendent of Administrative Services
Jim Watson, Director of Transportation
Dianna Casper, Director of Purchasing
Alan Wilcox, Transportation Supervisor
Cheryl Farmer, Assistant Purchasing Agent

APPROVAL:

Signature of Staff Member Proposing Recommendation: _____

Signature of Divisional Assistant Superintendent: _____

Signature of Superintendent: _____