



**GOVERNING BOARD AGENDA ITEM
AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10**

DATE OF MEETING: **October 2, 2012**

TITLE: **Award of Contract for B5 Biodiesel and Unleaded Gasoline Based on Responses to Request for Bid (RFB) 12-0016**

BACKGROUND:

The Governing Board at their August 7, 2012 meeting awarded a contract to Union Oil Company for Unleaded Gasoline and B5 (5%) Biodiesel. Union Oil subsequently advised the Administration they could not meet the District's winter fuel requirement listed in the bid for the B5 component; a Cloud Point of 5 degrees Celsius or lower.

The Cloud Point for B5 refers the temperature at which dissolved solids are no longer completely soluble which may cause fuel flow problems. The Administration cancelled the award to Union Oil Company and issued Request for Bid (RFB) 12-0016, re-bidding this commodity.

Vendors were asked to provide their price per gallon for Unleaded Gasoline and for B5 Biodiesel based on either a markup or discount off OPIS, the Oil Price Information Service's Daily Average Contract Price. Five vendors responded. The bracketed figures show the discount offered based on the District's annual fuel usage for B5 Biodiesel and for Unleaded Gasoline.

The numbers presented below are estimated savings (in brackets) or additional expenses based on the District's annual fuel usage for B5 Biodiesel and Unleaded Gasoline. The bracketed figures represent a discount in price based upon OPIS and a non-bracket number represents a premium charged above OPIS pricing.

Fuel Type	Pro-Petroleum 12-0016	Petroleum Traders 12-0016	Southern Counties 12-0016	Mansfield Oil 12-0016	RKA Petroleum 12-0016
B5 Biodiesel	(\$7,358.00)	(\$6,942.00)	\$11,934.00	\$11,986.00	\$28,574.00
Unleaded	(\$2,130.00)	\$870.00	(\$1,095.00)	\$120.00	\$275.00
(---) Discount	(\$9,488.00)	(\$6,072.00)	\$10,839.00	\$12,106.000	\$28,849.00

RECOMMENDATION:

The Administration recommends the Governing Board approve the Award of Contract for B5 Biodiesel & Unleaded Gasoline to Pro-Petroleum based on their response to RFB 12-0016.

INITIATED BY:

Scott Little

Scott Little, Chief Financial Officer

Date: September 24, 2012

Patrick Nelson

Patrick Nelson, Superintendent