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**DATE: June 20, 2016**

**ACTION ITEM**

<b>SUBJECT</b>	<b>Bid Recommendation for Petroleum Products</b>
<b>RATIONALE</b>	The bid specification requested that a base price per gallon as of May 13, 2016 be provided. The base price is the posted supplier terminal rack price for the Roanoke region in effect at the time petroleum products are secured at the terminal rack on behalf of Allegheny County Public Schools. The base price is variable. The bid specification also requested a fixed differential cost per gallon to include the bidder's overhead, freight costs, and profit. I recommend award of the bid for petroleum products for the five-year term effective July 1, 2016 to Davenport Energy.
<b>ESTIMATED COST</b>	\$303,393.30 annually
<b>BUDGET CATEGORY</b>	Heating Services/Vehicle Fuel
<b>LEGAL REFERENCE</b>	
<b>STAFF CONTACT</b>	Keven Rice
<b>SUPERINTENDENT'S RECOMMENADATION</b>	Recommended

Sealed bids were received on May 20, 2016 for the provision of petroleum products (gasoline, diesel fuel, and heating oil) for a five-year term effective July 1, 2016. Two bids were received for petroleum products, but one of these was deemed non-responsive because the bidder did not provide a bid for all three products. A summary of the bid responses is provided below:

Bidder	Product	Est. Annual Gallons	Base Cost Per Gallon	Fixed Diff. Per Gallon	Total Cost Per Gallon
Davenport Energy	Gasoline	17,000	\$1.5249	\$.1400	\$1.6649
	Diesel Fuel	80,000	\$1.3855	\$.1400	\$1.5255
	Heating Oil	100,000	\$1.3905	\$.1400	\$1.5305
<b>Estimated Annual Cost - \$303,393.30</b>					