

August 28, 2002

Financial Affairs
Richard H. Hinds, Chief Financial Officer

SUBJECT: AWARD BID NO. 118-BB07 - LIQUEFIED PETROLEUM GAS

COMMITTEE: FINANCIAL AFFAIRS

The purpose of this bid, opened on July 16, 2002, is to establish a contract, to purchase, at a firm markup (service charge), including escalation/de-escalation provisions for liquefied petroleum gas, quantities, as may be required, of liquefied petroleum gas, for various schools and departments. This is a term bid which states that the Board may purchase quantities, as may be required, at the unit price bid, but is not obligated to purchase any guaranteed amount. Of 56 vendors sent bid forms or card notices of this advertised bid, 6 responded, with 3 bids meeting specification (including 2 addenda) and 3 no bids.

Inasmuch as Item 1 - Petroleum gas, propane, facility-owned tanks, two-year bid term and Item 2 - Petroleum gas, propane, rental tank, two-year bid term, are alternates for other items being recommended for award, it is recommended that all bids received for these items be rejected.

The award of the alternate items for a five-year contract will result in additional savings to the District of \$4,823.37 per year.

Fund Source
0100-General

M/WBE Eligibility
None

RECOMMENDED: That The School Board of Miami-Dade County, Florida, **AWARD** Bid No. 118-BB07 – LIQUEFIED PETROLEUM GAS, to purchase, at a firm markup (service charge), including escalation/de-escalation provisions for liquefied petroleum gas, quantities, as may be required, of liquefied petroleum gas, for various schools and departments, during the term of the contract, effective September 12, 2002, through September 11, 2007, as follows:

1. TECO PROPANE
P.O. BOX 22798
FORT LAUDERDALE, FL 33335 ESTIMATE \$1,538,195.95
OWNER: U.S. PROPANE, LLC

Total Low Markup (Service Charge): Items 1A and 2A.

Item 1A - Petroleum gas, propane @ \$.24110.

Item 2A - Petroleum gas, propane @ \$.24110.

2. Reject Items 1 and 2.

Item 1 - Petroleum gas, propane, facility-owned tank,
two-year bid term.

Item 2 - Petroleum gas, propane, rental tank, two-year
bid term.

3. Authorize Procurement and Materials Management to
purchase up to the total estimated amount of
\$1,538,195.95.

RHH/lja