

Financial Affairs
Eduardo A. Alfaro, Interim Chief Financial Officer

SUBJECT: EXTEND CONTRACT NO. 137-BB07 – DIESEL FUEL (LOW SULFUR), SOUTH OF FLAGLER STREET - TRANSPORT DELIVERY

COMMITTEE: BUSINESS AND FINANCIAL SERVICES

The purpose of the bid, opened on July 23, 2002, was to establish a contract, to purchase, at a firm service charge, including escalation/de-escalation provisions for diesel fuel prices based on the Oil Price Information Service (OPIS) average price and taxes, quantities, as may be required, of diesel fuel (low sulfur), for the Department of Transportation. The terms of agreement, as contained in the contract, awarded by the Board on September 12, 2002, provided, that by mutual agreement between the successful vendor and The School Board of Miami-Dade County, Florida, the contract may be extended for two (2) additional one (1) year periods. The contract is currently in its initial year. The awardee has agreed to extend for the first one (1) year extension period, by letter, on file. It is considered to be in the best interest of the Board to extend this contract, for an additional one (1) year period, at the current prices, to benefit from fixed prices, during the next twelve (12) months, inasmuch as the Consumer Price Index (CPI), as of May 2003, indicated an increase of 2.1%.

Fund Source
0100 - General

M/WBE Eligibility
None

RECOMMENDED: That The School Board of Miami-Dade County, Florida, **EXTEND** Contract No. 137-BB07 - DIESEL FUEL (LOW SULFUR), SOUTH OF FLAGLER STREET - TRANSPORT DELIVERY, to purchase, at a firm service charge, including escalation/de-escalation provisions for diesel fuel prices based on the Oil Price Information Service (OPIS) average price and taxes, quantities, as may be required, of diesel fuel (low sulfur), for the Department of Transportation, during the term of the contract, effective October 14, 2003, through October 13, 2004, as follows:

1. **TRUMAN ARNOLD COMPANIES**
2386 CLOWER STREET
BUILDING B, SUITE 200
SNELLVILLE, GA 30078 ESTIMATE \$2,768,675.71
OWNER: TRUMAN ARNOLD, C.E.O.

Total Low Service Charge: Items 1 through 4.

Item 1 - Service charge @ \$.0075 per gallon.

Item 2 - Service charge @ \$.0075 per gallon.

Item 3 - Service charge @ \$.0075 per gallon.

Item 4 - Service charge @ \$.0075 per gallon.

(First Annual Extension and Second Year of Contract)

2. Authorize Procurement Management Services to purchase up to the total estimated amount of \$2,768,675.71.

EAA/lja