

May 4, 2005

Business Operations  
Ofelia San Pedro, Deputy Superintendent

**SUBJECT: REQUEST APPROVAL OF SUPPLEMENTAL AWARD ON TERM CONTRACT**

**COMMITTEE: INNOVATION, EFFICIENCY & GOVERNMENTAL RELATIONS**

The purpose of this request is to obtain prior approval of the supplemental award on the following term contract, inasmuch as the estimated requirements, previously awarded by the Board, will be exceeded before the contract term expires.

**RECOMMENDED:** That The School Board of Miami-Dade County, Florida, **APPROVE** the supplemental award on the following term contract, inasmuch as the estimated requirements, previously awarded by the Board, will be exceeded before the contract term expires:

The purpose of Contract No. 137-BB07 – DIESEL FUEL (LOW SULFUR), SOUTH OF FLAGLER STREET, is to purchase, at a firm service charge, escalation/de-escalation of diesel prices, quantities, as may be required, of diesel fuel (low sulfur), for the Department of Transportation, Vehicle Maintenance, during the term of the contract, effective October 13, 2004, through October 12, 2005.

This supplemental award is requested due to continued escalation of fuel prices. The price of diesel fuel in August 2004 was \$1.445 per gallon, whereas the price in early March 2005 was \$1.89, and has continued to increase. Last contract usage averaged \$192,500 per month, while this year's usage has averaged \$308,000 per month. The supplemental amount requested is based on the average monthly expenditure, times the twelve (12) month contract period, minus the original award amount. In addition, the Department of Transportation indicates that the supplemental award requested includes additional requirements for the scheduled summer school.

Fund Source  
0100 - General

M/WBE Eligibility  
None

1. TRUMAN ARNOLD COMPANIES  
2386 CLOWER STREET, B-200  
SNELLVILLE, GA 30078  
OWNER: TRUMAN ARNOLD, C.E.O.

ORIGINAL AWARD AMOUNT	\$2,310,000
PREVIOUS SUPPLEMENTAL	\$0
THIS SUPPLEMENTAL	\$1,386,000

OSP/lja