

Business Operations
Ofelia San Pedro, Deputy Superintendent

SUBJECT: REQUEST APPROVAL OF SUPPLEMENTAL AWARD ON TERM CONTRACTS

COMMITTEE: INNOVATION, EFFICIENCY & GOVERNMENTAL RELATIONS

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

RECOMMENDED: That The School Board of Miami-Dade County, Florida, **APPROVE** the supplemental awards on the following term contracts, inasmuch as the estimated requirements, previously awarded by the Board, will be exceeded before the contracts terms expire.

(1)

Contract No. 074-DD06 – AIR CONDITIONERS, WINDOW AND WALL, is to purchase, at firm unit prices, quantities, as may be required, of window and wall air conditioners, for Maintenance Materials Management stock, during the term of the contract, effective July 14, 2005, through July 13, 2006. This supplemental award is requested due to increased usage. Maintenance Operations is undergoing an air-conditioning systems upgrade program to the classrooms, by contracting services for labor and miscellaneous materials to remove/replace window and wall air-conditioning units. The units are being provided by Maintenance Materials Management stock. Last contract usage averaged \$55,518.50 per month, while this year's usage has averaged \$83,702.66 per month. The supplemental amount requested represents the amount required to process current requisitions, and purchase an additional one-month supply of air-conditioning units, during the current term of the contract.

Fund Source
0100 - General

M/WBE Eligibility
None

1. FRIEDRICH AIR CONDITIONING COMPANY
4200 NORTH PAN AM EXPRESSWAY
SAN ANTONIO, TX 78218-5212
OWNER: RICHARD H. WARD, PRESIDENT

ORIGINAL AWARD AMOUNT	\$799,466
PREVIOUS SUPPLEMENTAL	\$0
THIS SUPPLEMENTAL	\$204,966

(2)

Contract No. 188-CC07 – ON-SITE REFUELING OF VEHICLES, NORTH OF FLAGLER STREET, is to purchase, at firm service charges, with escalation/de-escalation for fuel charges based on the OPIS average price for fuel, quantities, as may be required, of refueling of vehicles, for various schools and departments, during the term of the contract, effective October 1, 2005, through September 30, 2006. This supplemental award is requested due to continued escalation of gasoline and diesel fuel prices. In August 2005, the OPIS rack average price for unleaded gasoline was \$1.673 per gallon, while in May 2006, it was \$2.175, a 77% increase. Similarly, the price for diesel fuel #2 low sulfur increased from \$1.717 per gallon in August 2005, to \$2.199 per gallon in May 2006, showing a 78% increase. Last contract usage averaged \$114,990.90 per month, while this year's usage has averaged \$197,127.14 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, plus a 10% contingency amount.

<u>Fund Source</u>	<u>M/WBE Eligibility</u>
0100 - General	None

1. MACMILLAN OIL COMPANY OF FLORIDA
2955 EAST 11 AVENUE
HIALEAH, FL 33013
OWNER: AMANCIO ALONSO, PRESIDENT

ORIGINAL AWARD AMOUNT	\$1,379,890.85
PREVIOUS SUPPLEMENTAL	\$0
THIS SUPPLEMENTAL	\$1,084,198.35

OSP/lja