

**Subject:** Authorize the City Manager to Execute a Contract to Delta Western Inc. for purchase of fuel and gasoline at a fixed price per gallon for FY 2014

Agenda of:

Council Action:

Manager: Recommend approval.

City Manager: Rose Loera  
Rose Loera

Route To:	Department / Individual	Initials	Remarks
X	Finance / Carol Shade		
X	Project Mgr / Steve Cropsey	SC	
X	Public Works	ST	
X	City Clerk / Janice Williams	JW	

Fiscal Note: Yes X No \_\_\_\_\_ Funds Available: Yes X No \_\_\_\_\_

Other Attachment(s):

**Summary Statement.**

The purpose of this Action Memorandum is to authorize the Mayor or City Manager to execute a Purchase Order / Contract for the purchase of petroleum fuels from Delta Western Inc for the fiscal year 2013-2014.

According to City of Dillingham Ordinance a proposal was publically advertised for the required period soliciting proposals from qualified vendors to provide # 1 Diesel, #2 Diesel and Unleaded gasoline at a fixed per gallon price for the period beginning July 1, 2013 through June 30, 2014. Two vendors proposed to provide the specified product.

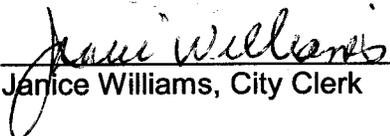
Delta Western Inc. of Dillingham provided the lowest bid for each individual product and the lowest aggregate overall price to the City.

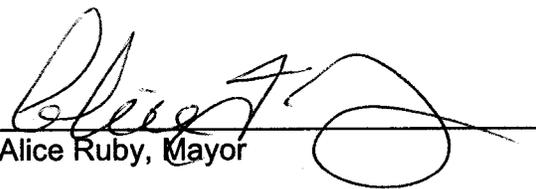
Therefore; in keeping with the City's policy to procure products and services from the lowest responsive / responsible bidder it is hereby recommended that the City Council authorize the Mayor or City Manager to execute a contract / purchase order with Delta Western Inc. for the purchase of fuel pursuant to Delta Western Incorporated's proposal submitted April 25, 2013.

SEAL:



ATTEST:

  
Jarice Williams, City Clerk

  
Alice Ruby, Mayor

**BID RESULTS  
FURNISH PETROLEUM FUELS  
FY 2014**

Deadline to Receive Bids: April 26, 2013 @ 10:00 AM

Bidders responding to the Request For Bids in a timely manner:

1. Delta Western Inc.
2. Bristol Alliance Fuels

**BID Results:**

Delta Western Option A	# 1 Diesel 50,000 Galls	# 2 Diesel 15,000 Galls	Unleaded Gasoline 15,000 Gals
	4.289/ Gal	4.429/ Gal	4.319 / Gal
Total	\$214,450.00	\$66,435.00	\$64,785.00
	Option B No Bid	Option B No Bid	Option B No Bid
			<u>TOTAL BID \$345,670</u>
 Bristol Alliance Fuels Option A	 # 1 Diesel 50,000 Galls	 # 2 Diesel 15,000 Galls	 Unleaded Gasoline 15,000 Gals
	4.6 / Gal	4.7 / Gal	4.8 / Gal
Total	\$230,000.00	\$70,500.00	\$72,000.00
	Option B No Bid	Option B No Bid	Option B No Bid
			<u>TOTAL BID \$372,500</u>

There were no other bidders and both bidders were responsive, responsible bidders.

Bids were opened @ 10:00 AM April 26, 2013 by Steve Cropsey and Jody Seitz, Mr. Jim Baumgartner also attended.

Recommend award to Delta Western of the Petroleum Fuel Supply Contract for FY 2014.

Steve Cropsey, PM