



**Ultra Low Sulphur Diesel Fuel
Price Agreement
Governing Board Meeting
August 9, 2012**

Richard Virgil, PE, PMP
Section Administrator
Infrastructure Management Bureau

Background

Establish a price agreement:

- No. 2 ultra low sulphur diesel fuel, based on the gross average Oil Price Information Service (OPIS).
- Fixed price increment, which remains firm for the price agreement period of one year with 2 one-year renewal options.
- Includes diesel fuel delivery service to the pump stations noted within the price agreement.

Bid Summary

- RFB Advertised: May 25, 2012
- Bid Opening: June 18, 2012
- Number of Bids: 4
- Lowest Responsive & Responsible Bidder: Not-to-Exceed \$8,000,000 for all 3 years
BV Oil Company, Inc.
- Effective Date: September 1, 2012

Staff Recommendation: Resolution Approval

A Resolution of the Governing Board of the South Florida Water Management District to authorize entering into a one-year price agreement with two (2) one-year renewal options with BV Oil Company Incorporated, the lowest responsive and responsible bidder for number 2 ultra low sulphur diesel fuel in an amount not to exceed \$225,000 in FY12 (September only), \$2,500,000 for FY13 and \$8,000,000 for all 3 years, for which \$225,000 is budgeted, using ad valorem funds (Okeechobee Basin) and dedicated funds (STA O&M Fund) and the remainder is subject to Governing Board approval of the FY13-FY15 budgets; providing an effective date. (Price Agreement 4600002712) (Butch Dias, ext. 6480)