

January 26, 2015

Date.....

AUTHORIZING THE CITY MANAGER TO PROCURE UP TO A 24 MONTH SUPPLY OF FUEL FOR CITY VEHICLES AND EQUIPMENT AT AN AMOUNT NOT TO EXCEED \$3,400,000 PER FISCAL YEAR

WHEREAS, the Fleet Services Division currently procures fuel under annual contracts priced with a competitively bid margin slightly below the average daily price as reported to the Iowa Department of Transportation, which bidding procedure usually takes a period of several weeks to complete; and

WHEREAS, the Fleet Services Division staff are able to use historical data to reasonably estimate the quantities of fuel needed for the next 24 month period; and

WHEREAS, Section 2-726(a)(4) of the Municipal Code of the City of Des Moines exempts fuel and fuel services for vehicles and equipment from the formal competitive bidding process of the Procurement Ordinance; and

WHEREAS, pursuant to section 2-726(a)(4), the Fleet Services Division and the Procurement Division have used an informal bidding process to procure fuel in order to make contract purchases in a short time frame to take advantage of favorable market prices, which has resulted in significant fuel cost savings in comparison to the average daily rack price during the same period; and

WHEREAS, in order to provide the ability to procure fuel at the best possible cost, City staff have determined that prior authorization to enter into 6 month or longer contracts would be beneficial.

NOW, THEREFORE, BE IT RESOVED by the City Council of the City of Des Moines, Iowa, that the procurement of fuel for vehicles and equipment owned by or serviced by the City from July 1, 2015 through June 30, 2017, at a cost not to exceed \$3,400,000 per fiscal year, is hereby approved and the City Manager is hereby authorized and directed to execute any implementing procurement agreements for same, subject to approval as to form by the Legal Department, on behalf of the City and the City Clerk is directed to attest to his signature when deemed necessary by the Legal Department.

(Council Communication No. 15- 036)

Moved by _____ to adopt.

FORM APPROVED:

Ann DiDonato
 Ann DiDonato
 Assistant City Attorney

COUNCIL ACTION	YEAS	NAYS	PASS	ABSENT
COWNIE				
COLEMAN				
GATTO				
GRAY				
HENSLEY				
MAHAFFEY				
MOORE				
TOTAL				

MOTION CARRIED APPROVED

CERTIFICATE

I, DIANE RAUH, City Clerk of said City hereby certify that at a meeting of the City Council of said City of Des Moines, held on the above date, among other proceedings the above was adopted.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my seal the day and year first above written.

 Mayor

 City Clerk