



**CITY OF LAREDO
FLEET MANAGEMENT DEPARTMENT**

To: Enrique Aldape III

From: Ronald W. Miller, City of Laredo Fleet Management Director *RW*

Date: 4/18/2024

Re: FY24-061 Automotive Fuel bid

The fuel bid contract has been reviewed and some tabulations had to be changed to match the majority bidder's format. Two bidders used the discount rate to calculate the total charges of the gallons provided by Fleet. All other four bidders used the discount rate against the OPIS average rack price. In sections IV: Bid Price Schedule 1.8, 1.10 and 1.12.

Sun Coast Resources used the discount rate and didn't use the price per gallon after the discount rate.

Section IV: Bid price schedule

1.8 Transport load. The percentage discount was -0.024% equal to \$-21,000. This should have been .024% which equals to \$1.3973 discounted price per gallon multiplied by 900,000 gallons which equals to \$1,257,570.00.

1.10 Transport Lord. The percentage was -0.0575 equal to -\$52,900.00. This should have been .0575 equals which \$1.2882 discounted price per gallon multiplied by 920,000 gallons which equals to \$1,185,144.00.

1.12 Tank wagon load. The percentage was 0.069 equal to \$3,795.00. This should have been .069 which equal to \$1.3958 discounted price per gallon multiplied by 55,000 gallons which equal to \$74,789.00.

Sunoco, LLC used the discount rate and didn't use the price per gallon after discount.

Section IV: Bid price schedule

1.8 Transport load. The percentage discount was -0.0025% equal to \$--2250.00. This should have been 0.0025% which equals to \$1.4188 discounted price per gallon multiplied by 900,000 gallons which equals to \$1,276,920.00.

1.10 Transport Lord. The percentage was 0.0125 equal to \$11,500.00. This should have been 0.0125 equals which \$1.3582 discounted price per gallon multiplied by 920,000 gallons which equals to \$1,249,544.00.

1.12 Tank wagon load. The percentage was 0.25 equal to \$13,750.00. This should have been .069 which equal to \$1.5768 discounted price per gallon multiplied by 55,000 gallons which equal to \$86,724.00.

After, all bids were tabulated with of equal format. Arguindegui Oil Co. II Ltd. Is the lowest Bid. It is recommended to award Arguindegui Oil Co. II Ltd the FY24-061 Automotive fuel contract.