

Bids Received for Diesel Fuel

(Tax not included)*

October 9, 2008 – 10:00 A.M.

FIRM	Escalation/ De-escalation On Road Diesel Fuel Per Gallon	Fixed Price on Road Diesel Per Gallon - 2 Months	Fixed Price on Road Diesel Per Gallon - 3 Months	Fixed Price on Road Diesel Per Gallon - 6 Months	Fixed Price on Road Diesel Per Gallon - 12 Months
Rock River Cooperative - Geneseo	Regular blend: \$3.26	Reg.: \$3.26	Reg.: \$3.26	Reg.: \$3.31	Reg.: \$3.36
	Winter blend: \$3.41	Win.: \$3.41	Win.: \$3.41	Win.: \$3.46	Win.: \$3.51
Gold Star FS - Cambridge	Regular blend: \$2.99	Reg.: \$2.93	Reg.: \$2.83	Reg.: \$2.96	Reg.: \$3.01
	Winter blend: \$3.11	Win.: \$3.05	Win.: \$2.95	Win.: \$3.08	Win.: \$3.13

*Taxes on diesel fuel currently paid by the School District are .226 per gallon

Gold Star FS was the lowest bidder on the diesel fuel price that is tied to the Escalation/De-escalation clause. ESCALATION/DE-ESCALATION CLAUSE: The bid price quoted by the Contractor will be subject to escalation or de-escalation. If at the time of delivery, there has occurred a change in the average per-gallon price of DIESEL FUEL as published in the U.S. OIL WEEK'S MONITOR for the Bettendorf, IA terminal from the per-gallon price published on the day of the bid opening, then the price per gallon will be adjusted from the contract price of the fuel in accordance with that change.

Gold Star FS also had the lowest price for regular blend and winter blend diesel fuel for two (2), three (3), six (6), and twelve (12) month time frames. With the uncertainty of gas futures during the winter months, the six (6) month bids are probably the safest. We are currently getting diesel fuel (regular blend only) from Gold Star FS for \$3.36 per gallon.

I recommend that the Geneseo Board of Education accept the fixed bid price from Gold Star FS for regular blend diesel fuel (\$2.96) and winter blend diesel fuel (\$3.08) for a six (6) month time frame. Diesel fuel bids will be readvertised in late March, 2009, with a bid opening date of April 15, 2009.

Jack Schlindwein