

Bids Received for Unleaded Gasoline

(Tax not included)*

OCTOBER 9, 2008 – 10:00 A.M.

FIRM	Escalation/ De-escalation On Unleaded Fuel Per Gallon	Fixed Price on Unleaded Per Gallon - 2 Months	Fixed Price on Unleaded Per Gallon - 3 Months	Fixed Price on Unleaded Per Gallon - 6 Months	Fixed Price on Unleaded Per Gallon - 12 Months
River Valley Cooperative - Geneseo	\$2.70	\$2.385	\$2.385	\$2.425	\$2.485
Gold Star FS - Cambridge	\$2.34	\$2.35	\$2.36	\$2.45	\$2.57

*Taxes on gasoline currently paid by the School District are .201 per gallon.

Gold Star FS was the lowest bidder on the unleaded gasoline price that is tied to the Escalation/De-escalation clause (\$2.34).

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 UNLEADED GASOLINE as published in the U.S. OIL WEEK'S PRICE 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 fuel in accordance with that change.

Gold Star FS was the lowest bidder for both two (2) and three (3) month time frames, and **River Valley Cooperative** was the lowest bidder for both six (6) and twelve (12) month time frames. With, the uncertainty of gas futures, the six (6) month bid from **River Valley Cooperative** is probably the safest. We are currently getting unleaded fuel from Gold Star FS for \$2.94 per gallon.

I recommend that the Geneseo Board of Education accept the fixed bid price for unleaded fuel for a six (6) month time frame (\$2.425) from River Valley Cooperative . Unleaded gasoline will be re-advertised in late March 2009, with a bid opening date of April 15, 2009.

Jack Schlindwein