

BULK FUEL CONTRACT FY2027-2031



BACKGROUND

- City current bulk fuel agreement ends June 30, 2026
- May 11, 2026: City received two responses to the Request for Proposals (RFP) for Bulk Fuel.



Request for proposals

Fuel	Gallons	OPIS 5/4/26	Petroleum Traders Company		Senergy	
			Differential	Total Cost	Differential	Total Cost
Red Dyed Diesel	9,000	4.5133	0.3710	43,958.70	0.2134	42,540.30
Clear Diesel	55,000	4.5364	0.2559	263,579.00	0.3347	267,908.50
Unleaded	100,000	4.1573	0.1457	430,298.00	0.2250	438,230.00
Total Cost				\$737,835.70		\$748,678.80



Financial Impact

- Entering into an agreement with Petroleum Traders Corporation is expected to save the City approximately \$10,000 annually in bulk fuel costs compared to current pricing.



Conclusion

- Staff recommends entering into an agreement with Petroleum Traders Corporation for the purchase of bulk fuel in an amount not to exceed \$900,000 for an initial one-year term, with four automatic one-year renewal options.



Questions?

