

Resolution 14-28

Authorizing the Award of a Contract for the Purchase and Delivery of Unleaded Gasoline at both Airports to Petroleum Traders, Inc.

WHEREAS, The Airports Authority requires unleaded gasoline to operate its fleet of operations, maintenance, public parking and public safety vehicles and has utilized the Metropolitan Washington Council of Governments (COG) purchasing program for this commodity in the past;

WHEREAS, Section 1.3.1 of the Contracting Manual permits the Airports Authority to obtain required goods by utilizing a contract previously awarded by a government entity using competitive procedures

WHEREAS, The COG purchasing program, using Montgomery County, Maryland, as the lead agency for the solicitation of vendors willing to supply unleaded gasoline to participating regional jurisdictions, has produced a contract with Petroleum Traders, Inc., which was awarded using competitive procedures and which jurisdictions participating in the COG program, like the Airports Authority, may utilize;

WHEREAS, The staff has estimated that, under the COG-facilitated contract with Petroleum Traders, Inc., the cost of unleaded gasoline to be consumed by the Airports Authority over a four-year period will be approximately \$5.7 million;

WHEREAS, The staff has concluded that this contract price, due to the higher volume discounts and lower prices it offers, is substantially lower than the contract price the Airports Authority could expect to achieve by soliciting vendors of unleaded gasoline on its own;

WHEREAS, Since this contract for the purchase of unleaded gasoline exceeds \$3 million, Board approval of the contract award is required by the Contracting Manual; and

WHEREAS, The Business Administration Committee has reviewed the terms of this contract as presented by staff, and recommended that the Board approve its award; now, therefore, be it

RESOLVED, That the award of a one-year contract with three one-year options for the purchase and delivery of unleaded gasoline at both Airports to Petroleum Traders, Inc., consistent with the terms presented to the Business Administration Committee at its September 17, 2014, meeting is approved, and the President and Chief Executive Officer is authorized and directed to enter into the contract.

Adopted October 15, 2014

Quince T. Brinkley