COMMISSIONERS COURT COMMUNICATION

DATE: 1/17/2012

SUBJECT: **BID NO. 2010-046 - ANNUAL CONTRACT FOR FUELS - COUNTYWIDE - SECONDARY VENDOR - DOUGLASS DISTRIBUTING COMPANY AT SAME FIRM FIXED PRICES**

***** CONSENT AGENDA *****

COMMISSIONERS COURT ACTION REQUESTED:

It is requested that the Commissioners Court cancel award of Bid No. 2010-046, Annual Contract for Fuels, made to Martin Eagle Oil Company and award to secondary vendor, Douglass Distributing Company.

BACKGROUND:

On February 1, 2011, the Commissioners Court, through Court Order #109759, approved first renewal option of Bid No. 2010-046, Annual Contract for Fuels, to the following vendors:

Primary	Martin Eagle Oil Company
Secondary	Douglass Distributing Company

The awards were based upon overall low bid meeting specifications and contained options to renew for five (5) additional twelve (12) month periods at the same prices.

Per bid specifications, either party upon written thirty (30) days notice prior to cancellation may terminate the contract. On December 27, 2011, the primary vendor, Martin Eagle Oil Company, submitted request to end the contract. The secondary vendor, Douglass Distributing Company, agreed in writing to accept primary award with their prices from the original award, effective from January 27, 2012 through April 6, 2012.

Therefore, it is the recommendation that the Commissioners Court cancel award for Bid No. 2010-046, Annual Contract for Fuels, made to Martin Eagle Oil Company and award to secondary vendor, Douglass Distributing Company.

FISCAL IMPACT:

The costs associated with this action are unknown at this time. The gallons of fuel purchased will determine the County's future costs. Orders are placed on an as-needed basis.

SUBMITTED BY:	Purchasing	PREPARED BY:	Tim Jones TJJ
		APPROVED BY:	TML