

WASILLA CITY COUNCIL ACTION MEMORANDUM

CM NO. 98-31

SUBJECT: UNLEADED GASOLINE PROCUREMENT

PREPARED BY: Tim Krug, City Planner

DATE: June 11, 1998

FOR AGENDA OF: June 22, 1998

SUMMARY

On June 30, 1998 the agreement with Wasilla Chevron for providing unleaded fuel for city vehicles expires. The original request for bids states; "Should bidder offer the same cost for fuel for the next fiscal year July 1, 1998 through June 30, 1999 the city of Wasilla may consider the option of providing another purchase order(s) for that time."

According to the attached letter from Gary Weber, Wasilla Chevron, Inc. intends to reduce their fuel price for the city from July 1 through June 30, 1999.

Should Wasilla Chevron be selected, the potential exists to save the city of Wasilla administrative and advertising costs, because we would not have to prepare a request for bids.

Wasilla Chevron has been very gracious with the allowance of 24 hours a day use of their warm storage for emergency repairs.

Recommended Motion:

Move to approve Wasilla Chevron's proposal, dated June 4, 1998, for the period of July 1, 1998, through June 30, 1999.

FISCAL IMPACT: No Yes, amount requested: \$

Fund:

RECOMMENDED ACTION:


Reviewed by: SARAH PALIN, Mayor

APPROVED

DATE: 6/22/98

BY: 

Attachments: Wasilla Chevron letter dated 6/04/98



Chevron

June 4, 1998

Wasilla Chevron Food Mart
601 W. Parks Hwy.
P. O. Box 871216
Wasilla, Alaska 99687-1216
Phone (907) 376-5900
Fax (907) 373-0605

Mr. Tim Krug
City of Wasilla Planning Office
290 E. Herning
Wasilla, Ak. 99654

RECEIVED

JUN 05 1998

Planning Department

Dear Tim,

Reference is made to our bid for the city's unleaded gasoline requirements dated September 16, 1997 and amended on September 17, 1997.

We offer to extend our agreement with the City for the period July 1, 1998 through June 30, 1999 at a price of \$.89 per gallon for Chevron Unleaded Gasoline. Price will be extended at time of billing and excludes all Federal, State and City taxes. Price will be day to day and subject to any increase or decrease in suppliers wholesale price, but the price will not increase above the original firm price of \$.971

All other terms of our agreement remain unchanged.

Thank you of the opportunity to serve you requirements.

Very truly yours,

G. B. (Gary) Weber
President