RESOLUTION NO. R-24-61

A RESOLUTION AUTHORIZING THE CITY MANAGER TO EXECUTE A ONE-YEAR CONTRACT WITH FRAZIER OIL COMPANY FOR THE BULK PURCHASE OF UNLEADED AND DIESEL FUEL ON AN ASNEEDED BASIS.

WHEREAS, Kansas City, Missouri, awarded a contract to Frazier Oil Company for the purchase of unleaded and diesel fuel that included cooperative language and pricing; and

WHEREAS, the City of Gladstone wishes to enter into a contract with Frazier Oil Company for the bulk purchase of unleaded and diesel fuel on an as-needed basis.

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF GLADSTONE, MISSOURI, AS FOLLOWS:

THAT, the City Manager of the City of Gladstone, Missouri, is hereby authorized to execute a one-year contract with Frazier Oil Company.

FURTHER, THAT, funds for such purpose are authorized from the General Fund, Public Safety Sales Tax, and Combined Waterworks and Sewerage System Fund.

INTRODUCED, READ, PASSED, AND ADOPTED BY THE COUNCIL OF THE CITY OF GLADSTONE, MISSOURI, THIS 23RD DAY OF SEPTEMBER 2024.

Tina M. Spallo, Mayor

ATTEST.

Kris Keller, City Clerk



Request for Council Action

RES ⊠# R-24-61 BILL □# City Clerk Only ORD # City Clerk Only

Date: 9/17/2024 Department: Public Works

Meeting Date Requested: 9/23/2024

Public Hearing: Yes □ Date: Click here to enter a date.

Subject: Contract Award, Bulk Purchase of Unleaded and Diesel Fuel

<u>Background</u>: Kansas City, Missouri (KCMO) recently bid and awarded a contract to Frazier Oil Company for the bulk purchase of unleaded and diesel fuel. That contract included cooperative language and pricing that would result in a savings of approximately \$0.40 per gallon for the City of Gladstone. The City currently purchases fuel from World Fuel Services, Inc.

<u>Budget Discussion</u>: Funds are budgeted in the amount of \$280,500 in the General Fund, PSST, and CWSS Funds.

<u>Public/Board/Staff Input:</u> The City currently uses approximately 4,300 gallons of unleaded fuel and 1,200 gallons of diesel fuel each month. It is estimated that the City would save approximately \$26,400 annually based upon KCMO pricing. Staff recommends that the City of Gladstone execute a one-year contract with Frazier Oil Company for the purchase of unleaded and diesel fuels. The City does not have a contract with World Fuel Services, Inc., however, they would be available as a backup supplier in the event of an emergency.

Provide Original Contracts, Leases, Agreements, etc. to: City Clerk and Vendor.

Timothy A. Nebergall BB

Department Director/Administrator City Attorney City Manager