



Purchase of Bulk Motor Vehicle Fuel TACENERGY, LLC Fleet Services - 8855

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Fort Worth Cooperative Purchase of Bulk Motor Vehicle Fuel

- The City of Denton Fleet Services Department purchases motor vehicle fuel, primarily unleaded gasoline and diesel, for assets utilized by all departments that supports City's services.
- This contract will provide convenient and reliable access to fuel which is indispensable to daily functions of over 1,600 assets.
- The proposed contract allows for the purchase of various motor vehicle fuels including, but not limited to, unleaded gasoline and diesel.
- All acquisitions will be processed through the City's budgeting processes.
- The City will only pay for services rendered and is not obligated to pay the full contract amount unless needed.



Contract Estimate

Contract Estimate by Year

Category	FY 24/25	FY 25/26	FY 26/27	FY 27/28	FY 28/29	Total
Unleaded & Diesel Fuel	\$ 3,590,000	\$ 4,060,000	\$ 4,590,000	\$ 5,180,000	\$ 5,860,000	\$ 23,280,000
Sub Total	\$ 3,590,000	\$ 4,060,000	\$ 4,590,000	\$ 5,180,000	\$ 5,860,000	\$ 23,280,000
Contingency 5%	\$ 179,500	\$ 203,000	\$ 229,500	\$ 259,000	\$ 293,000	\$ 1,164,000
Total	\$ 3,769,500	\$ 4,263,000	\$ 4,819,500	\$ 5,439,000	\$ 6,153,000	\$ 24,444,000

The chart highlights the contract's estimated cost breakdown by fiscal year and the projected acquisition schedule based on the addition and replacement of assets, both of which will be routed through the City's collaborative budgeting process.



Recommendation

Staff recommends awarding a contract with TACENERGY, LLC, for the purchase, and delivery of bulk fuel, for the Fleet Services Department, for one (1) year, with the option of four (4) additional one (1) year extensions, in the total five (5) year not-to-exceed amount of \$24,444,000.



Questions?

