

Issue Paper

DATE:

February 7, 2022

AGENDA ITEM (ACTION ITEM):

Consider/Approve rescinding the current Bus Fluids Bid Award to Apollo Oil, rejecting the new Bus Fluids Bid and utilizing state contracts and competitive negotiations for Bus Fluids.

APPLICABLE BOARD POLICY:

Fiscal Management 04.32 AP.1

HISTORY/BACKGROUND:

The Bus Fluids Bid was awarded to Apollo Oil on June 2, 2021, for the period of July 1, 2021, through June 30, 2022. On January 26, 2022, Apollo Oil notified the Purchasing Department that it could not fulfill the contract for diesel exhaust fluid (DEF) at the contracted price of \$1.09 per gallon due to market volatility, supply chain issues and DEF shortages. It was decided that Apollo Oil was in breach of contract for refusing to fulfill orders at the contracted price and the contract has been dissolved. A decision was made to issue a new bid for all line items but, no compliant or acceptable bids were received.

FISCAL/BUDGETARY IMPACT:

None

RECOMMENDATION:

Approval to rescind the current Bus Fluids Bid Award to Apollo, reject the new Bus Fluids Bid and utilize state contracts and competitive negotiations for Bus Fluids.

CONTACT PERSON:

Cinda Roberts, Purchasing Agent

Principal/Administrator

District Administrator

Superintendent

Use this form to submit your request to the Superintendent for items to be added to the Board Meeting Agenda.

Principal –complete, print, sign and send to your Director. Director –if approved, sign and put in the Superintendent's mailbox.