



LAKE COUNTY FOREST PRESERVES
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Preservation, Restoration, Education and Recreation

DATE: August 28, 2017

MEMO TO: Craig Taylor, Chair
Operations Committee

S. Michael Rummel, Chair
Finance Committee

FROM: John E. Nelson
Director of Operations and Infrastructure

RECOMMENDATION: Recommend approval of a Resolution approving renewals of Contracts for the Purchase of Motor Fuel (gasoline and diesel) to Petroleum Traders Corporation, Fort Wayne, Indiana, and Avalon Petroleum Co. Inc., Kankakee, Illinois (the "Vendors") for the one-year period from October 13, 2017 through October 12, 2018.

STRATEGIC DIRECTION SUPPORTED: Organizational Sustainability

FINANCIAL DATA: Motor fuel is ordered on an as-needed basis. In total, \$414,650 is included in the approved FY2017-18 budget for fuel.

An amount of \$321,650.00 is budgeted in FY2017-18 for motor fuel as part of the Operations and Infrastructure Department operating budget for District use (\$274,600.00 in Account 15533800-611000 and \$47,050.00 in Account 205338000-611000).

The District also allows the Lake County Sheriff's, Health and Planning, and Building & Development Departments to fuel their vehicles at District facilities. Any expense incurred by the District for the use of fuel by Lake County is reimbursed to the District by Lake County. The amount budgeted as an expense and corresponding revenue reimbursement is \$30,000.00 for FY2017-18.

In addition, a total of \$63,000.00 is budgeted in FY2017-18 for Golf operations (\$38,000.00 for Countryside; \$12,000.00 for Brae Loch and \$13,000.00 for ThunderHawk).

BACKGROUND: On October 13, 2015, the District entered into contracts with the Vendors for the one-year period ending on October 12, 2016. In each contract, the District reserved the right to renew the contracts for up to four additional one-year periods. The first renewal was approved by the Board on September 13, 2016 for the period from October 13, 2016 through October 12, 2017.

Based upon favorable pricing, as well as the delivery record of the Vendors, it is recommended that the contracts be renewed a second time for the period from October 13, 2017 through October 12, 2018.

REVIEW BY OTHERS: Chief Operations Officer, Director of Finance and Corporate Counsel

**LAKE COUNTY FOREST PRESERVE DISTRICT
LAKE COUNTY, ILLINOIS**

**A RESOLUTION APPROVING RENEWALS OF CONTRACTS
FOR THE PURCHASE OF MOTOR FUEL**

WHEREAS, on October 13, 2015, the Lake County Forest Preserve District (the "District") approved contracts for the purchase of motor fuel with Petroleum Traders Corporation, ("Petroleum Traders"), and Avalon Petroleum Co., Inc., ("Avalon Petroleum") pursuant to which Petroleum Traders and Avalon Petroleum, agreed to provide motor fuel to be used by the District (the "Contracts"); and

WHEREAS, the initial terms of the Contracts expired on October 13, 2016; and

WHEREAS, in each Contract, the District reserved the right to renew the Contracts for four one-year periods; and

WHEREAS, the terms of the first renewal periods will expire on October 12, 2017; and

WHEREAS, it is in the District's best interest to approve second renewals to the Contracts;

NOW, THEREFORE, BE IT RESOLVED by the Board of Commissioners of the Lake County Forest Preserve District, Lake County, Illinois, **THAT**:

Section 1: Recitals. The recitals set forth above are incorporated as part of this Resolution by this reference.

Section 2. Approval of Renewals. Each Contract is hereby renewed for a one-year period. The Executive Director and Secretary are authorized and directed to take any action necessary to effectuate such renewals.

Section 3: Effective Date. This Resolution shall be in full force and effect from and after its passage and approval in the manner provided by law.

PASSED this _____ day of _____, 2017

AYES:

NAYS:

APPROVED this _____ day of _____, 2017

Ann B. Maine, President
Lake County Forest Preserve District

ATTEST:

Julie Gragnani, Secretary
Lake County Forest Preserve District

Exhibit No. _____