

Condensed Title:

A Resolution Of The Mayor And City Commission Of The City Of Miami Beach, Florida, Waiving By 5/7ths Vote, The Formal Competitive Bidding Requirements, Finding Such Waiver To Be In The City's Best Interest; And Approving The Purchase Of Only Diesel Fuel At The Hess Or Shell Station In The North End Of The City Of Miami Beach.

Key Intended Outcome Supported:

Increase resident ratings of Public Safety services.
 Ensure well maintained infrastructure.
 Maximize efficient delivery of services

Supporting Data (Surveys, Environmental Scan, etc.): Safety across the City was rated by residents as one of the most important areas affecting their quality of life and as one of the changes that would make Miami Beach a better place to live.

Issue:

Shall the Mayor and City Commission adopt the Resolution authorizing the purchase of only diesel fuel at the HESS or Shell station in the North End?

Item Summary/Recommendation:

The City wishes to purchase only diesel fuel from the HESS or Shell station in the North End of the City of Miami Beach for the Fire department station #3 and #4. Annual cost to the City is approximately \$75,000.00

The Administration recommends adopting the Resolution.

Advisory Board Recommendation:

N/A

Financial Information:


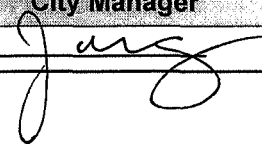
Source of Funds:		Amount	Account
<div style="border: 1px solid black; width: 50px; height: 50px; margin: 0 auto;"></div> OBPI	1		
	2		
	3		
	Total		

Financial Impact Summary:

City Clerk's Office Legislative Tracking:

Andrew E. Terpak

Sign-Offs:

Department Director	Assistant City Manager	City Manager
AET _____ GL _____	DB 	JMG 

F:\MECH\$ALL\JOYCE\Commission memos\10-11\HESS SHELL DIESEL FUEL SUMMARY.doc





MIAMI BEACH

City of Miami Beach, 1700 Convention Center Drive, Miami Beach, Florida 33139, www.miamibeachfl.gov

COMMISSION MEMORANDUM

TO: Mayor Matti Herrera Bower and Members of the City Commission

FROM: Jorge M. Gonzalez, City Manager

DATE: May 11, 2011

SUBJECT: **A RESOLUTION OF THE MAYOR AND CITY COMMISSION OF THE CITY OF MIAMI BEACH, FLORIDA, WAIVING BY 5/7THS VOTE, THE FORMAL COMPETITIVE BIDDING REQUIREMENTS, FINDING SUCH WAIVER TO BE IN THE CITY'S BEST INTEREST; AND APPROVING THE PURCHASE OF ONLY DIESEL FUEL AT THE HESS AND/OR SHELL STATION IN THE NORTH END OF THE CITY OF MIAMI BEACH.**

ADMINISTRATION RECOMMENDATION

Adopt the resolution.

FUNDING

\$75,000.00/Year Fleet Management Engine Fuel & Lubricants Account No. 510-1780-000351

KEY INTENDED OUTCOME SUPPORTED

Increase resident ratings of Public Safety services
Ensure well maintained infrastructure
Maximize efficient delivery of services

ANALYSIS

The Administration is recommending that the City Commission approve the purchase of only diesel at the HESS or Shell station.

The City of Miami Beach Fire department presently purchases diesel fuel from the HESS station in the North end. Normally the annual cost of diesel fuel is under the \$25,000 dollar limit. Fuel prices have almost doubled requiring the Fleet Management department to go to Commission for approval of purchases over \$25,000 dollars.

The benefit of purchasing diesel fuel for rescue vans and fire trucks in the North end is to eliminate the need for these units to fill up at the Fleet Management facility are as follows:

1. Six (6) to Seven (7) miles each way.
2. Increased response time.
3. Reduce the wear and tear on each unit.
4. Less possibility of an accident.
5. Units and resources are not out of their zone.
6. SOP requires maintaining fuel tanks above three quarters (3/4) at all times.

Location of surrounding stations in the North End:

Hess	1508 79 th Street Causeway, North Bay Village	Open 24/7	Diesel - Yes
Shell	1345 Kennedy Causeway, North Bay Village	Open 24/7	Diesel - Yes
Shell	337 71 st Street, Miami Beach		Diesel - No
Chevron	401 71 st Street, Miami Beach		Diesel - No
Chevron	2057 71 st Street, Miami Beach		Diesel - No

Estimated Monthly usage expected approximately 1,200 gallons.

CONCLUSION

The City purchases fuel in bulk and typically runs between 30¢ to 35¢ per gallon less than the service stations.

Considering the employees time; out of the zone; wear and tear on the vehicle and response time in case of an emergency, it is in the best interest of the City to purchase fuel from the Hess or Shell station in the North End.



JMG/DB/AET/gjf

F:\MECH\ALL\JOYCE\Commission memos\10-11\HESS SHELL DIESEL FUEL COMMISSION MEMO.doc

RESOLUTION NO. _____

A RESOLUTION OF THE MAYOR AND CITY COMMISSION OF THE CITY OF MIAMI BEACH, FLORIDA, WAIVING BY 5/7THS VOTE, THE FORMAL COMPETITIVE BIDDING REQUIREMENT, FINDING SUCH WAIVER TO BE IN THE CITY'S BEST INTEREST, AND APPROVING THE PURCHASE OF DIESEL FUEL FROM THE HESS AND/OR SHELL STATIONS, IN THE NORTH END OF THE CITY OF MIAMI BEACH.

WHEREAS, purchasing fuel from the Hess and/or Shell stations located at the North end of the City, will enable the Fire Department (particularly Fire Station numbers 3 and 4) to continue supporting the life safety of the citizens of Miami Beach and ensure response times are maintained, offsetting the need to fuel at the Fleet Management facility; and

WHEREAS, Fleet Management Facility is at the Southern end of the City of Miami Beach, located on Terminal Island; approximately six (6) to seven (7) miles between either Fire Station and the Fleet Management facility; and

WHEREAS, traffic between either Fire Station and the Fleet Management Facility can take in excess of one (1) to two (2) hours round trip (excluding any accidents or events the City may sponsor), and, more importantly, the unit is out of its zone and would significantly reduce response time; and

WHEREAS, fueling at the Hess and/or Shell station will also provide a secondary means in the event of a hurricane or disaster, both before and after, for the continued operation of the Fire Department; and

WHEREAS, consideration must be taken in to account with the increased wear and tear on the Rescue Vans and Fire Trucks by driving the extra mileage to obtain fuel; and

WHEREAS, consideration must be taken in to account with regard to the combine employee hours the Rescue Vans require three (3) employees on board, and the Fire Trucks require four (4) employees on board; and

WHEREAS, consideration must be taken in to account that when the fuel gauge reading goes below three quarters (3/4) of a tank, they are required to fill the fuel tanks, per Fire Department Standard Operating Procedures; and

NOW, THEREFORE, BE IT DULY RESOLVED BY THE MAYOR AND CITY COMMISSION OF THE CITY OF MIAMI BEACH, FLORIDA, that the Mayor and City Commission hereby waive, by 5/7^{ths} vote, the formal competitive bidding requirements, finding such waiver to be in the City's best interest and approve the purchase of only diesel fuel from the local Hess and/or Shell stations in the North End of the City.

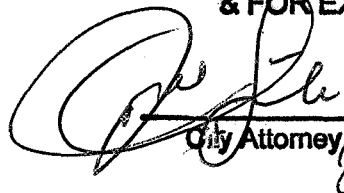
PASSED and ADOPTED this _____ day of _____, 2011.

MAYOR

ATTEST:

CITY CLERK

**APPROVED AS TO
FORM & LANGUAGE
& FOR EXECUTION**



City Attorney

5/3/11

Date

THIS PAGE INTENTIONALLY LEFT BLANK