



PROPOSED RESOLUTION

**AUTHORIZATION TO AMEND CONTRACT WITH SPRAGUE OPERATING RESOURCES LLC
FOR THE PURCHASE OF GASOLINE FUEL**

RESOLVED by the Board of Directors of the Roosevelt Island Operating Corporation of the State of New York (“RIOC”), as follows:

- Section 1. that RIOC is hereby authorized to amend the contract with Sprague Operating Resources LLC for the purchase of gasoline, upon such terms and conditions substantially similar to those outlined in the Memorandum from Innocent Ulahannan to Susan G. Rosenthal dated November 16, 2016, attached hereto;
- Section 2. that the President/Chief Executive Officer or her designee is hereby authorized to take such actions and execute such instruments as she deems necessary to effectuate the foregoing; and
- Section 3. that this resolution shall take effect immediately.



ANDREW M. CUOMO
Governor

MEMO

TO: Susan G. Rosenthal, President & CEO

FROM: Innocent Ulahannan, Revenue Collections Manager

DATE: Wednesday, November 16, 2016

RE: Ratification and Authorization to Extend Contracts with Sprague Operating Resources LLC.

Background

On December 11, 2014 the Board authorized RIOC to contract with Sprague Operating Resources LLC (“Sprague”) for the supply of biodiesel at NYS Office of General (“OGS”) approved rates through November 10, 2016. Additionally, on December 3, 2015 the Board also authorized RIOC to contract with Sprague for the supply of gasoline fuel at OGS approved rates through December 18, 2016.

OGS extended the centralized contract for biodiesel through August 30, 2018 and authorized Sprague to continue supplying biodiesel to this region. Sprague was also awarded the centralized contract for gasoline from OGS through December 18, 2018. The use of the centralized contract is economically advantageous to RIOC due to fluctuating prices for fuel and other complex matters pertinent to this type of purchase.

To ensure the continued operation of the bus service, RIOC authorized Sprague to continue fuel at the OGS rate beyond the Board authorized terms of November 10, 2016.

Recommended Vendor

Based on the foregoing, RIOC recommends that the Board ratify the authorization of the biodiesel purchase from November 10, 2016 through December 18, 2018 and authorize the purchase of gasoline from December 18, 2016 through December 18, 2018.

Concurrently, we ask the Board to authorize a contract with Sprague to run conterminously with the OGS contract for both fuels. A balance of \$248,174.64 remains from the prior authorization and we request an additional \$200,000 to allow for the efficient purchasing of fuel as needed.