

Subject: Resolution No. 3, Series 2026 — A Resolution Authorizing the Purchase of Fuel for 2026

Date: January 6, 2026

Prepared By: Ben Francisco, Operations Superintendent

Presented By: Kurt Kowar, Director

Summary:

Staff recommends approval to purchase gasoline and diesel fuel for the City's fleet in 2026 from Senergy Petroleum (Hill Petroleum) under the pricing and terms of the existing Colorado Multiple Assembly of Procurement Officials (MAPO) agreement, RFP-22-22-MAPO, which remains valid through July 31, 2026.

Fuel is purchased on an as-needed basis for all City vehicles and equipment. Based on historical usage, the City has averaged approximately 47,715 gallons of unleaded gasoline and 12,087 gallons of biodiesel annually over the past six years (2020–2025 expected). The City has budgeted \$184,845 for fuel purchases in 2026, which aligns with historical consumption and anticipated fuel pricing trends.

To support this recommendation, staff has included graphs in the attachments showing regional unleaded gasoline and diesel fuel prices from approximately 1995 through 2025, as well as the City of Louisville's fuel purchase prices beginning in 2002 and fuel consumption data beginning in 2010. These materials provide long-term context for fuel cost variability, usage trends, and the basis for the proposed 2026 fuel budget.

The MAPO agreement operates on an annual cycle and is administered by Arapahoe County as the contract holder. Prior to July 31, 2026, Arapahoe County will determine whether to renew the existing agreement or issue a new solicitation. Staff will be notified of that decision and will either elect to extend participation under the renewed agreement, transition to a successor contract if one is established, or pursue an independent fuel procurement option, as appropriate.

Background / Prior Discussions:

- Approximately 20-year supplier relationship: Hill Petroleum (now SENERGY PETROLEUM) has supplied fuel to the City for roughly two decades.
- 2022: MAPO issued RFP-22-22-MAPO, awarding the contract to Hill Petroleum/SENERGY PETROLEUM for Fuel Delivery Services.
- Louisville, as a MAPO member, is permitted to purchase fuel under the existing

agreement.

- 2025 fuel costs:
 - \$124,067 through November
 - Estimated \$135,346 by year-end

Development Proposal:

N/A

Analysis:

City Council is asked to authorize the Public Works Director to enter into a purchasing agreement with SENERGY PETROLEUM for 2026.

Key considerations:

- Agreement utilizes a competitively bid MAPO contract (RFP-22-22-MAPO).
- Fuel costs fluctuate based on market conditions; staff monitor expenditures closely throughout the fiscal year.
- In the event fuel expenses exceed budgeted amounts, staff will bring forward a budget amendment for Council consideration.
- Continuation with SENERGY PETROLEUM ensures consistent, reliable supply and pricing consistent with other local MAPO participants.

Council Work Plan:

This item supports the goals of Financial Stewardship & Asset Management and Reliable Core Services, ensuring efficient fleet operation and uninterrupted service delivery.

Environmental and EDI lenses:

- Fuel purchasing is required for essential municipal operations; selection through MAPO ensures transparent, equitable procurement processes.
- Long-term fleet sustainability and emission-reduction efforts (future electrification) rely on consistent fuel planning and expenditure monitoring.

Fiscal Impact:

- 2026 Budget Allocation: \$184,845 for citywide fuel and oil expenditures.
- Costs are distributed across departmental operational budgets based on fleet needs.

Actual expenditures will vary with market conditions.

Alternatives:

- Delay approval:
 - Could disrupt fuel procurement and expose the City to higher open-market pricing:
- Do not approve:
 - City would need to secure an alternative supplier immediately, likely at a higher cost and with increased administrative burden.

Recommendation:

Staff recommends that City Council approve the Public Works Director to enter a purchasing agreement with SENERGY PETROLEUM in the amount of \$184,845 to fulfill the approved 2026 fuel and oil budget.

Attachments:

1. Resolution No. 3, Series 2026
2. 2026 Bulk Fuel Purchase and Delivery for Colorado MAPO Agencies Agreement
3. 2026 MAPO Purchasing Agreement Piggyback Letter
4. 2026 Annual Fuel Purchase Agreement - Graphs

**RESOLUTION NO. 3
SERIES 2026**

A RESOLUTION AUTHORIZING THE PURCHASE OF FUEL FOR 2026

WHEREAS, by this resolution the City Council desires to approve the purchase of gasoline and diesel fuel for the City's fleet of vehicles and equipment.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF LOUISVILLE, COLORADO:

Section 1. The City Council hereby approves the purchase of gasoline and diesel fuel from Senegy Petroleum in an amount not to exceed \$184,845.

Section 2. The Public Works Director is hereby authorized to execute the Purchasing Agreement Piggyback letter, purchase orders, and other necessary agreements on behalf of the City in connection with the purchase.

PASSED AND ADOPTED this 6th day of January 2026.

Christopher M. Leh, Mayor

ATTEST:

Genny Kline, City Clerk



Department of Finance

PURCHASING DIVISION
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TODD WEAVER
Director

June 12, 2025

Katie Atencio | Contract Specialist
Senergy Petroleum
contracts@gosenergy.com

**RE: Bulk Fuel Purchase and Delivery for Colorado MAPO Agencies
RFP-22-22_MAPO**

Mr. Walker and Mr. Principato,

Hill Petroleum entered into an agreement for Bulk Fuel Purchase and Delivery for Colorado MAPO Agencies on August 01, 2022. Arapahoe County then consented to the assignment of the agreement from Hill Petroleum to Senergy Petroleum effective November 2, 2022. Please find attached with this letter the Extension of the Agreement.

Please sign and e-mail back a scanned copy, along with current pricing and an updated Certificate of Insurance, within ten (10) business days of the date of this letter.

Sincerely,

Sarah Huerta, CPPB

Sarah Huerta
Senior Purchasing Agent

Cc: Purchasing File

June 12, 2025

Katie Atencio | Contract Specialist
Senergy Petroleum
contracts@gosenergy.com

**RE: Bulk Fuel Purchase and Delivery for Colorado MAPO Agencies
RFP-22-22_MAPO**

Arapahoe County and Senergy Petroleum entered into an agreement for Bulk Fuel Purchase and Delivery for Colorado MAPO Agencies on August 1, 2022. The parties may mutually agree upon an annual extension of this agreement pursuant to the provisions as set forth in the original Agreement for Services.

Senergy Petroleum hereby agrees to maintain market value pricing without additional increases, and all parties mutually agree upon an annual extension of this agreement pursuant to the provisions set forth in the solicitation.

Staff has determined that it is to the best interest of the County to extend this agreement from August 1, 2025, through July 31, 2026.

By executing the signature page, both parties agree to the extension of this Agreement for Services or Purchase Agreement.

SIGNATURE PAGE

CONTRACTOR: Senergy Petroleum

By: 
(signature)

Title: Contract Specialist

Date: 06/13/2025

ARAPAHOE COUNTY

By: Michael Gouin
Chair, Board of County Commissioners
(Or representative authorized by resolution)

Date: 08/07/2025

Purchasing Agreement Piggyback Letter

Date: August 1st, 2022

Name of Municipality_____

Purchasing/contracting Authority_____

This letter is to confirm the intentions of _____ to
participate in the benefits, and be bound by the terms and conditions of the RFP 22-22
MAPO Fuel Agreement Hosted by Arapahoe County dated August 1, 2022

Purchasing/Contracting Authority Signature_____

Hill Petroleum Signature_____

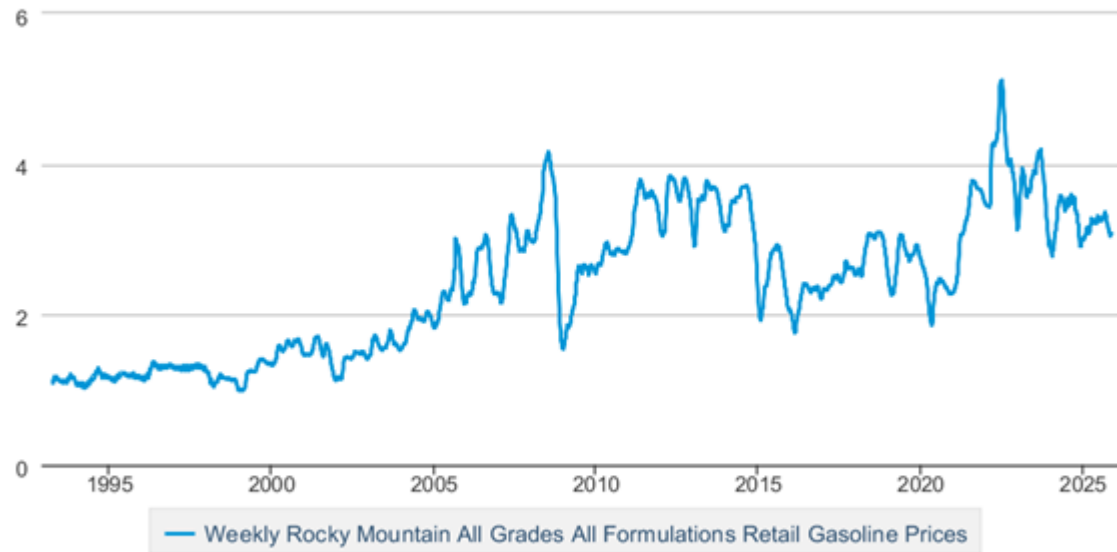
This document will be forwarded to Arapahoe County Purchasing and a letter of addition will be forwarded to you. In addition Arapahoe County requested that each municipality wishing to participate provide one other piece of documentation. Please provide delivery address, product used, tank size and annual volume for each location that will be serviced on a separate document.

Thank You,

Gina Baker Distributor Sales Rep
Troy Hill VP Operations
Hill Petroleum

Weekly Rocky Mountain All Grades All Formulations Retail Gasoline Prices

Dollars per Gallon



Data source: U.S. Energy Information Administration

Weekly Rocky Mountain No 2 Diesel Retail Prices

Dollars per Gallon



Data source: U.S. Energy Information Administration

