

May 27, 2004

Mr. Raymond Hernandez, Authorized Representative  
Valero Marketing & Supply Co.  
P.O. Box 500  
San Antonio, TX 78212-0500

Re: TXDOT Blanket Purchase Order No. 4-000808  
Ultra-Low Sulfur Diesel (TXLED)

Dear Mr. Hernandez:

The Austin City Council approved the execution of an 11-month supply agreement with your company for ultra-low sulfur diesel fuel (TXLED) through the use of Texas Department of Transportation Purchase Order No. 4-000808, dated April 22, 2004.

Date of Award: May 27, 2004  
Contract No.: C040189  
Dollar Value: Not-to-exceed \$2,750,000 for first 11 months.  
Contract Term: TXDOT PO, April 22, 2004 thru April 21, 2005, with one 12-month extension option.  
Agenda Item No.: 45  
Agenda Date: May 27, 2004

The City will purchase from the TXDOT blanket purchase order on an as needed basis through the use of the above-referenced contract number. If you have any questions regarding the City's participation in this contract, please contact me at 512-974-2033.

Sincerely,

Rick Fudge, Supervising Senior Buyer  
Purchasing Office  
Finance and Administrative  
Services Department

cc: Virginia Whitaker, Fleet Services  
Marc Childers, Fleet Services