

**ABSTRACT OF PROPOSAL
FOR
DEPARTMENT OF BUDGET & FISCAL SERVICES - DIVISION OF PURCHASING**

PROPOSAL NO. RFB-BFS-0900009
OPENED AUGUST 5, 2008

<p>For the furnishing and delivery of ULTRA LOW SULFUR DIESEL FUEL for the twelve-month period beginning September 1, 2008 and ending August 31, 2009 to the City and County of Honolulu, Honolulu, Hawaii.</p> <p>ITEM</p>	<p>TESORO HAWAII CORPORATION</p>																																																													
<p>GROUP I</p> <p>A. Honolulu Lundberg Survey, Inc. Dealer Tank Wagon (DTW) Wholesale Price Survey, Honolulu for Ultra Low Sulfur Diesel</p> <p>Item Nos. 1 and 2</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 15%;">Average Dealer Price Per Gallon*:</td> <td style="width: 15%; text-align: right;">\$4.195</td> <td style="width: 15%;"></td> <td style="width: 15%;"></td> <td style="width: 15%;"></td> <td style="width: 15%;"></td> </tr> <tr> <td>Discount:</td> <td></td> <td></td> <td></td> <td style="text-align: right;">\$0.100</td> <td></td> </tr> <tr> <td>Premium:</td> <td></td> <td></td> <td></td> <td style="text-align: right;">\$4.095</td> <td></td> </tr> <tr> <td>Bid Price:</td> <td>Unit</td> <td style="text-align: right;">7,100,000 gals</td> <td></td> <td></td> <td></td> </tr> <tr> <td></td> <td>Total</td> <td></td> <td></td> <td style="text-align: right;">\$29,074,500.00</td> <td></td> </tr> </table> <p>B. Oil Price Information Services (OPIS) PAD 4/5 Seattle Rack for Ultra Low Sulfur Diesel</p> <p>Item Nos. 1 and 2</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 15%;">Average Rack Price Per Gallon*:</td> <td style="width: 15%; text-align: right;">\$3.957</td> <td style="width: 15%;"></td> <td style="width: 15%;"></td> <td style="width: 15%;"></td> <td style="width: 15%;"></td> </tr> <tr> <td>Discount:</td> <td></td> <td></td> <td></td> <td style="text-align: right;">\$0.170</td> <td></td> </tr> <tr> <td>Premium:</td> <td></td> <td></td> <td></td> <td style="text-align: right;">\$4.127</td> <td></td> </tr> <tr> <td>Bid Price:</td> <td>Unit</td> <td style="text-align: right;">7,100,000 gals</td> <td></td> <td></td> <td></td> </tr> <tr> <td></td> <td>Total</td> <td></td> <td></td> <td style="text-align: right;">\$29,301,700.00</td> <td></td> </tr> </table> <p>C. TOTAL (Total for Group IA + Total for Group IB) \$58,376,200.00</p> <p>D. AVERAGE TOTAL BID FOR GROUP I (Total Group IC)/2 \$29,188,100.00</p>	Average Dealer Price Per Gallon*:	\$4.195					Discount:				\$0.100		Premium:				\$4.095		Bid Price:	Unit	7,100,000 gals					Total			\$29,074,500.00		Average Rack Price Per Gallon*:	\$3.957					Discount:				\$0.170		Premium:				\$4.127		Bid Price:	Unit	7,100,000 gals					Total			\$29,301,700.00			
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ITEM	TESORO HAWAII CORPORATION		
GROUP II			
A. Honolulu Lundberg Survey, Inc. Dealer Tank Wagon (DTW) Wholesale Price Survey, Honolulu for Ultra Low Sulfur Diesel (see Schedule A)			
Item Nos. 3 - 128			
Average Dealer Price Per Gallon*:	\$4.195		
Discount:			\$0.100
Premium:			
Bid Price: Unit	1,453,030 gals		
Total			\$4.095
			\$5,950,157.85
B. Oil Price Information Services (OPIS) PAD 4/5 Seattle Rack for Ultra Low Sulfur Diesel (see Schedule A)			
Item Nos. 3 - 128			
Average Rack Price Per Gallon*:	\$3.957		
Discount:			\$0.170
Premium:			
Bid Price: Unit	1,453,030 gals		
Total			\$4.127
			\$5,996,654.81
C. TOTAL (Total for Group IIA + Total for Group IIB)			\$11,946,812.66
D. AVERAGE TOTAL BID FOR GROUP II (Total Group IIC)/2			\$5,973,406.33
TOTAL SUM BID FOR GROUP I AND GROUP II			\$35,161,506.33
*Average dealer price per gallon based on weekly period from June 27, 2008 to July 3, 2008			