DEFENSE LOGISTICS AGENCY
HEADQUARTERS
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FORT BELVOIR, VIRGINIA 22060-6221

J&A Tracking Number: 26-0020

Justification for Other than Full and Open Competition

1. Summary/Introduction:

Defense Logistics Agency (DLA) Energy's Bulk Petroleum Products Division is the contracting activity for petroleum products and services on behalf of the Department of War (DOW). This justification and approval is for a combined split cargo of [redacted] USG of Turbine Fuel, Aviation (JP5) and [redacted] USG of Fuel, Naval Distillate (F76) via FOB Destination tanker delivery to [redacted] to [redacted] in support of [redacted] This Spot Buy is valued at approximately $134,931,900.60. The contract award period of performance is from March 27, 2026, to April 30, 2026. This J&A has been approved and publicized after award, in accordance with FAR 6.103-2(d). [redacted]

2. Nature and/or description of the action being approved (FAR 6.104-1(a)(2)):

The action being approved is for award of a contract for delivery of a split JP5 and F76 cargo via FOB Destination tanker to [redacted] on an unusual and compelling urgency basis. [redacted] This Spot Buy was awarded to BPPNA on March 20, 2026, for [redacted] USG JP5 and [redacted] USG F76 for a total of $134,931,900.60 utilizing the Defense Working Capital Funds for Fiscal Year 2026.

3. Description of supplies or services required to meet the agency's need (including estimated value) (FAR 6.104-1(a)(3)):

The requirement is for an urgent Spot Buy purchase of [redacted] USG of Turbine Fuel, Aviation (JP5) and [redacted] USG Fuel, Naval Distillate (F76) delivered to [redacted] The Turbine Aviation Fuel and the Naval Distillate is a commercially available product.

The total award value of $134,931,900.60 is determined based on the award unit price multiplied by the quantity of fuel for this location. [redacted]

[redacted]

Justification for Other Than Full and Open Competition (Cont'd)
(SPE602-26-P-0466/0467 - BP PRODUCTS NORTH AMERICA INC)

[redacted] The Purchase Orders were awarded on March 27, 2026.

Purchase Order (PO) SPE602-26-P-0464 was [redacted] awarded for both product [redacted]

Purchase Order# SPE602-26-P-0466

CLIN	PROD-UCT	SHIPPING POINT	DEST-INATION	FOB / MODE	TOTAL QUANTITY (USG)	[redacted]	TOTAL ESTIMATED DOLLAR VALUE (USD)
0001	JP5	BP Cherry Point	[redacted]	D/K	[redacted]	[redacted]	$66,266,398.80
						Total Estimated $ Value	**$66,266,398.80**

Purchase Order# SPE602-26-P-0467

CLIN	PROD	SHIPPING POINT	DESTIN-ATION	FOB / MODE	TOTAL QUANTITY (USG)	[redacted]	TOTAL ESTIMATED DOLLAR VALUE (USD)
0001	F76	BP Cherry Point	[redacted]	D/K	[redacted]	[redacted]	$68,665,501.80
						Total Estimated $ Value	**$68,665,501.80**

4. Identification of the statutory authority permitting other than full and open competition (FAR 6.104-1(a)(4)):

This J&A is based upon the authority of 10 U.S.C. §3204(a)(2) OR 41 U.S.C §3304(a)(2), as implemented by Federal Acquisition Regulation 6.103-2, which states, "Unusual and compelling urgency precludes full and open competition, and delay in award of a contract would result in serious injury to the Government.

Justification for Other Than Full and Open Competition (Cont'd)
(SPE602-26-P-0466/0467 - BP PRODUCTS NORTH AMERICA INC)

5. Demonstration that the proposed contractor's unique qualifications or the nature of the acquisition requires using the authority cited (FAR 6.104-1(a)(5)):

Current operational requirement required DLA Energy to award a Spot Buy for [redacted] USG JP5 and [redacted] USG F76 via FOB Destination Tanker delivery for [redacted]

[redacted]

- [redacted]
- [redacted]
- [redacted]

[redacted]

6. Description of the efforts made to ensure that offers are/were solicited from as many potential sources as is/was practicable, including whether a notice was or will be publicized as required by Subpart 5.1 and, if not, which exception under 5.101(b) applies (FAR 6.104-1(a)(6)):

In accordance with FAR 5.101(b)(2), a synopsis was not posted due to the unusual and compelling urgency of the requirement. Due to urgency and [redacted] BPPNA was determined to be the [redacted]

7. Determination by the contracting officer that the anticipated cost to the Government will be fair and reasonable (FAR 6.104-1(a)(7)):

To determine whether the prices submitted by BPPNA were fair and reasonable, a close comparison with current market benchmarks was made. BPPNA based its price against March

20, 2026, commodity price index of [redacted] USG for JP5 and [redacted] USG for F76. JP5 commodity price index is based on Platts Jet Kero FOB Spore Cargo 10-Day Prior Average. The F76 commodity price index is based on Platts Gasoil .001%S (10ppm) FOB Spore Cargo 10-Day Prior Average.

Many factors were taken into consideration including the broader forces shaping oil prices in the current market and the supply chain disruptions due to [redacted] geopolitical tension, and heightened demand for energy. All these factors have driven a rapid and sustained rise in petroleum cost across all major markets. Additionally, the commodity price index only includes the price for the fuel itself. As an FOB Destination order BPPNA was required to transport the fuel from its Cherry Point Refinery in Washington to [redacted]

Award was executed on Friday, March 20, 2026. [redacted]

Based on the current environment, the urgent need of delivered supply, and the volatility of the current global oil market, the Contracting Officer determined that the cost to the Government was fair and reasonable based on the foregoing consideration of general market conditions, heightened demand for energy, supply chain disruptions, [redacted], and surge in commodity index prices in the applicable geographical area pursuant to FAR 15.404-1(b)(4).

8. Description of the market research conducted, and the results or a statement of the reason market research was not conducted (FAR 6.104-1(a)(8)):

DLA Energy provides annual procurement for the purchase of fuel for [redacted] and as such it has an intimate knowledge of the supply chain and supplier base for the location. [redacted] were contacted [redacted]. [redacted] No further market research was conducted regarding this Spot Buy because of the limited delivery options and the short suspense date.

9. Any other facts supporting the use of other than full and open competition, such as (FAR 6.104-1(a)(9)):

(i) Explanation of why technical data packages, specifications, engineering descriptions, statements of work, or purchase descriptions suitable for full and open competition have not been developed or are not available.

[redacted]

Not applicable

(ii) When 6.103-1 is cited for follow-on acquisitions as described in 6.302-1(a)(2)(ii), an estimate of the cost to the Government that would be duplicated and how the estimate was derived.

Not applicable

(iii) When 6.103-2 is cited, estimated cost, or other rationale as to the extent and nature of the harm to the Government.

See Section 2 and 5.

10. A listing of the sources, if any, that expressed, in writing, an interest in the acquisition (FAR 6.104-1(a)(10)):

The company identified in Section 6 above expressed in writing interest in the acquisition.

11. Actions that may be taken to remove or overcome barriers to competition before any subsequent acquisition for the supplies or services are required (FAR 6.104-1(a)(11)):

There are no known actions that will allow DLA Energy to overcome the competition barriers for this requirement as this was a contingency operation that could not be anticipated.

I hereby certify that the data which forms the basis for this justification is accurate and complete to the best of my knowledge and belief.

[redacted]
Contracting Officer

Approved:

[redacted]
Senior Procurement Executive

[redacted]