



Agenda Item No. 2

To: Transportation Committee/Committee of the Whole
Meeting of December 7, 2006

From: Susan C. Chiaroni, Deputy General Manager, Bus Division
James P. Swindler, Deputy General Manager, Ferry Division
Kary H. Witt, Deputy General Manager, Bridge Division
Celia G. Kupersmith, General Manager

Subject: **APPROVE ACTIONS RELATIVE TO THE AWARD OF CONTRACT NO. 2007-MD-4-RTCC (CCCTA NO. 2007-MA-01-RTCC), ULTRA-LOW SULFUR DIESEL AND UNLEADED GASOLINE**

Recommendation

The Transportation Committee recommends that the Board of Directors approve the following actions relative to the award of Contract No. 2007-MD-4-RTCC (CCCTA NO. 2007-MA-01-RTCC), *Ultra-Low Sulfur Diesel and Unleaded Gasoline*:

1. Authorize award of Contract No. 2007-MD-4-RTCC to Redwood Coast Petroleum, Benicia, CA, for the provision and delivery of diesel fuel and gasoline in the estimated amount of \$7,420,252.05 for the Bus Division and in the estimated amount of \$7,265,472.00 for the Ferry Division,
2. Reject the apparent low monetary bid of SC Fuels for provision and delivery of diesel fuel and gasoline to the Bridge Division as nonresponsive, and
3. Authorize award of Contract No. 2007-MD-4-RTCC to Falcon Fuels, Paramount, CA, for the provision and delivery of diesel fuel and gasoline in the estimated amount of \$545,744.20 for the Bridge Division,

for a combined total estimated amount of \$15,231,468.25, plus applicable taxes, for a two-year term commencing January 1, 2007, with three successive one-year options at the same terms and conditions exercisable by the General Manager or designee; with the understanding that sufficient funds are available in the FY 06/07 Bus, Ferry and Bridge Divisions' Operating Budgets; and, with the further understanding that sufficient funds will be included in the Budgets for the subsequent fiscal years.

This matter will be presented to the Board of Directors at its December 15, 2006, meeting for appropriate action.

Summary

Annually, the Bus Division projects usage of approximately 1,579,826 gallons of Clear Ultra-Low Sulfur Diesel Fuel (ULSD) and 20,000 gallons of regular unleaded gasoline; the Ferry Division projects usage of approximately 1,580,000 gallons of Red ULSD and the Bridge Division projects usage of approximately 6,000 gallons of Clear ULSD, 50,000 gallons of Red ULSD, and 65,000 gallons of mid-grade gasoline.

In an effort to obtain the best pricing, the District, as a member of the Regional Transit Coordinating Council of the San Francisco Bay Area (RTCC), actively participates in the joint procurement of various products commonly used by its member agencies. Central Contra Costa Transit Authority (CCCTA) is the lead agency for the purchase and delivery of Ultra-Low Sulfur Diesel Fuel, Bio-Diesel and/or Unleaded Gasoline.

On October 16, 2006, CCCTA, on behalf of the RTCC, opened sealed bids in response to its Bid Invitation No. 2007-MA-01-RTCC, *Furnishing and Delivering CARB Ultra-Low Sulfur Diesel Fuel, Bio-Diesel and/or Unleaded Gasolines*. Bid documents were mailed to sixty-eight (68) prospective bidders of which eight (8) responded. Bidders were informed that one or more contracts would be awarded based on the lowest responsive and responsible bid for each location and fuel type.

Staff and the District's Attorney have reviewed the bids and have determined that Redwood Coast Petroleum is the lowest responsive and responsible bidder for the Bus and Ferry Divisions. SC Fuels, the apparent low bidder for the Bridge Division, made a significant error in filling out the bid form. It quoted a bid for 89 Octane Fuel, but actually submitted a bid for 87 Octane Fuel, not requested by the Bridge Division. This mistake renders SC Fuel's bid nonresponsive. Therefore, Staff and the District's Attorney have determined that Falcon Fuels is the lowest responsive and responsible bidder for the Bridge Division. If approved by the Board, Golden Gate Petroleum (GGP), the current contractor, will be replaced by these suppliers. The following bids were received:

1. Mansfield Oil Company
Gainesville, GA
2. SC Fuels
Orange, CA
3. Falcon Fuels
Paramount, CA
4. San Francisco Petroleum
San Francisco, CA
5. Pinnacle Petroleum
Seal Beach, CA
6. Golden Gate Petroleum
Martinez, CA
7. Redwood Coast Petroleum
Benicia, CA
8. Bio-Friendly Fuel Partners
Danville, CA

Fiscal Impact

Funds for the first six months of the Contract are included in the FY 06/07 fuel budgets for each Division. Funds for the remainder of the Contract will be included in subsequent fiscal year budgets.