

KITTITAS COUNTY
DEPARTMENT OF PUBLIC WORKS

AGENDA STAFF REPORT

AGENDA DATE: January 16, 2018

ACTION REQUESTED: Approve a Resolution to Award the Bid to furnish Petroleum and Lubricant Products for Calendar Year 2018.

BACKGROUND: Annually, Kittitas County Public Works goes out to bid for the furnishing of Petroleum and Lubricant Products in accordance with specifications.

The second Call for Bids was opened on December 8, 2017, at 2:00 p.m. in the Public Works Department and three bids were received. Public Works recommends the bids from A-1 Petroleum for Schedule "A" and Schedule "C".

There was no bid received for Schedule "B". However, after contacting our current provider, AmeriFuel (formerly R.E. Powell Distributing), they have agreed to supply the product for Schedule "B" based on last year's bid award under Resolution 2017-005.

INTERACTION: Public Works

RECOMMENDATION: Move to approve Resolution to Award the Bids to furnish Petroleum and Lubricant Products for 2018.

HANDLING: Return one (1) original to Public Works

ATTACHMENTS: Resolution; Bid Tabs

LEAD STAFF: Mark Cook
Director of Public Works

BOARD OF COUNTY COMMISSIONERS
COUNTY OF KITTITAS
STATE OF WASHINGTON

RESOLUTION NO. _____

**TO AWARD THE BID TO FURNISH PETROLEUM AND LUBRICANT PRODUCTS FOR 2018
AND AUTHORIZE THE PUBLIC WORKS DIRECTOR TO SIGN CONTRACT DOCUMENTS**

- WHEREAS: A Notice of Call for Bids was advertised for Petroleum and Lubricant Products for 2018 on October 19, 2017 and October 26, 2017; and
- WHEREAS: Sealed bids were opened on November 2, 2017, at 2:00 p.m. in the Kittitas County Public Works Department and four (4) bids were received; and
- WHEREAS: Due to errors within said bidding packages resulted in improper responses from submitters; and
- WHEREAS: Under Resolution 2017-180 said bids were rejected; and
- WHEREAS: A Second Notice of Call for Bids was advertised for Petroleum and Lubricant Products for 2018 on November 24, 2017 and December 1, 2017; and
- WHEREAS: Sealed bids were opened on December 8, 2017, at 2:00 p.m. in the Kittitas County Public Works Department and three (3) bids were received; and
- WHEREAS: The Public Works Department recommends that the responsible bids of A-1 Petroleum for Schedule "A" and Schedule "C" be accepted; and
- WHEREAS: No bids were received for Schedule "B"; and
- WHEREAS: After negotiations, the current Vendor for Schedule "B", AmeriFuel, (formerly R.E. Powell Distributing) has agreed to continue their accepted bid pricing from 2017, awarded under Resolution 2017-005; and
- WHEREAS: The Public Works Department recommends the responsible bid of AmeriFuel, (formerly R.E. Powell Distributing) for Schedule "B" be accepted; and

NOW, THEREFORE BE IT RESOLVED that the Board of County Commissioners, in the best interest of the public, does hereby award the bid to furnish Petroleum and Lubricant Products for 2018 to A-1 Petroleum for Schedule "A" and Schedule "C"; AmeriFuel, (formerly R.E. Powell Distributing) for Schedule "B", upon such terms and conditions as specified in the Proposal submitted by said bidder(s).

BE IT FURTHER RESOLVED that the Director of Public Works is authorized to sign the contract documents upon such terms and conditions specified in the Proposal submitted by said bidder(s).

DATED this 16th day January, 2018, at Ellensburg, Washington.

BOARD OF COUNTY COMMISSIONERS
KITTITAS COUNTY, WASHINGTON

Attest:

- Clerk of the Board- Julie Kjorsvik
- Deputy Clerk of the Board- Mandy Buchholz

Laura Osiadacz, Chairman

Obie O'Brien, Vice-Chairman

Paul Jewell, Commissioner

| 2018 PETROLEUM BID - SCH. 'A' Ellensburg Area | | | | | | | | |
|--|------------------------|---------------------------------|---|------------------|------------------|------------------|------------------|--------------|
| Vendor Bid: A-1 Petroleum | | | | | | | | |
| APPLICABLE TAXES AS OF: | | 7-Nov-2017 | NOTE - VENDOR IS RESPONSIBLE FOR ALL CURRENT TAX RATES APPLICABLE TO KITTITAS COUNTY. | | | | | |
| OPIS PAD - WEEK OF: | | 11/29/2017 | ANY CHANGES TO TAX RATES SHOULD BE NOTED AND SUPPORTED WITH CURRENT TAX RULE. | | | | | |
| | CURR. APPLICABLE TAXES | EXAMPLE Unleaded | FUEL BRAND: | | | FUEL BRAND: | | |
| | | | Unleaded | Mid Unleaded | Prem. Unleaded | Ethanol Free | Ethanol Free Mid | Ethanol Free |
| OPIS Pad | | \$ 1.0000 | \$1.8300 | \$2.0300 | \$2.1900 | \$2.2300 | \$2.0300 | |
| WA ST Pollution Hazard Tax | 0.7000% | \$ 0.0070 | 0.0128 | 0.0142 | 0.0153 | 0.0156 | 0.0142 | |
| PPT - Wa Petrol Product Tax. Suspended eff. 7/1/17 | 0.0000% | \$ - | 0.0000 | 0.0000 | 0.0000 | 0.0000 | 0.0000 | |
| Federal Excise Tax - | EXEMPT | EXEMPT | 0.0000 | 0.0000 | 0.0000 | 0.0000 | 0.0000 | |
| Fed. LUST Tax \$0.001 Per Gal | \$ 0.0010 | \$ 0.0010 | 0.0010 | 0.0010 | 0.0010 | 0.0010 | 0.0010 | |
| FOST - Fed Oil Spill Tax Blended Fuel - Per Gal. | \$ 0.0017 | \$ 0.0017 | | | | | | |
| FOST - Fed Oil Spill Tax Effective 1/1/17 - Per Gal. | \$ 0.0021 | \$ 0.0021 | 0.0019 | 0.0021 | 0.0019 | 0.0021 | 0.0021 | |
| Wa MVFT (Gas Tax Per Gal) | \$ 0.4940 | \$ 0.4940 | 0.4940 | 0.4940 | 0.4940 | 0.4940 | 0.4940 | |
| Other: | | | | | | | | |
| PROFIT MARGIN - BID: | \$ - | \$ 0.1800 | 0.1800 | 0.1800 | 0.1800 | 0.1800 | 0.1800 | |
| Subtotal | | \$ 1.6858 | \$ 2.5197 | \$ 2.7213 | \$ 2.8822 | \$ 2.9227 | \$ 2.7213 | |
| WSST - KITTITAS CO. | GAS - EXEMPT | GAS - EXEMPT | 0.0000 | 0.0000 | 0.0000 | 0.0000 | 0.0000 | |
| Total | | \$ 1.6858 | \$ 2.5197 | \$ 2.7213 | \$ 2.8822 | \$ 2.9227 | \$ 2.7213 | |
| | | EXAMPLE Diesel No. 2 Low Sulfur | FUEL BRAND: Diesel No. 2 Low Sulfur | | | | | |
| DIESEL FUEL #2 | | \$1.0000 | \$2.0600 | | | | | |
| WA ST Pollution Hazard Tax | 0.7000% | 0.0070 | 0.0144 | | | | | |
| Federal Excise Tax - | EXEMPT | EXEMPT | 0.0000 | | | | | |
| Fed. LUST Tax \$0.001 Per Gal | \$ 0.0010 | \$ 0.0010 | 0.0010 | | | | | |
| PPT - Wa Petrol Product Tax. Suspended eff. 7/1/17 | 0.0000% | 0.0000 | 0.0000 | | | | | |
| FOST - Fed Oil Spill Tax effective 1/1/17 - Per Gal. | \$ 0.0021 | 0.0021 | 0.0021 | | | | | |
| Wa MVFT (Gas Tax Per Gal) | DIESEL - EXEMPT | DIESEL - EXEMPT | 0.0000 | | | | | |
| Other: | | | | | | | | |
| PROFIT MARGIN - BID: | \$ - | 0.1800 | 0.1800 | | | | | |
| Subtotal | | \$ 1.1901 | \$ 2.2576 | \$ - | \$ - | | | |
| WSST - CITY OF ELLENSBURG | 8.2000% | 0.0976 | 0.1851 | 0.0000 | 0.0000 | | | |
| Total | | \$ 1.2877 | 2.4427 | 0.0000 | 0.0000 | | | |

BOARD OF COUNTY COMMISSIONERS
COUNTY OF KITTITAS
STATE OF WASHINGTON

RESOLUTION

NO. 2017-005

TO AWARD THE BID TO FURNISH PETROLEUM AND LUBRICANT PRODUCTS FOR 2017 AND
AUTHORIZE THE PUBLIC WORKS DIRECTOR TO SIGN CONTRACT DOCUMENTS

- WHEREAS: A Notice of Call for Bids was advertised for Petroleum and Lubricant Products for 2017 on December 8, 2016; and
- WHEREAS: Sealed bids were opened on December 22, 2016, at 2:00 p.m. in the Kittitas County Public Works and five (5) bids were received; and
- WHEREAS: The Public Works Department recommends that the responsible bids of A-1 Petroleum for Schedule "A"; R.E. Powell Distributing for Schedule "B"; and Co-Energy for Schedule "C" be accepted.

NOW, THEREFORE BE IT RESOLVED that the Board of County Commissioners, in the best interest of the public, does hereby award the bid for 2017 Fuel to A-1 Petroleum for Schedule "A"; R.E. Powell Distributing for Schedule "B", based on profit margin; and Co-Energy for Schedule "C", upon such terms and conditions as specified in the Proposal submitted by said bidder(s).

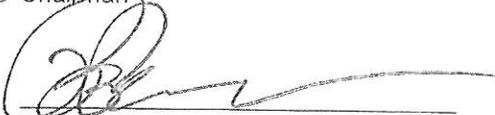
BE IT FURTHER RESOLVED that the Director of Public Works is authorized to sign the contract documents upon such terms and conditions specified in the Proposal submitted by said bidder(s).

DATED this 3rd day of January, 2017, at Ellensburg, Washington.

BOARD OF COUNTY COMMISSIONERS
KITTITAS COUNTY, WASHINGTON



Vice Chairman

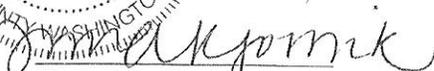


Vice-Chairman



Commissioner





Clerk of the Board

2017 PETROLEUM BID - SCH. 'B' Cle Elum Area
Vendor Bid: RE POWELL

APPLICABLE TAXES AS OF: 1-Jul-2016
 OPIS PAD - WEEK OF: 12/20/2016
 NOTE - VENDOR IS RESPONSIBLE FOR ALL CURRENT TAX RATES APPLICABLE TO KITTITAS COUNTY.
 ANY CHANGES TO TAX RATES SHOULD BE NOTED AND SUPPORTED WITH CURRENT TAX RULE.

| CURR. APPLICABLE TAXES | EXAMPLE | FUEL BRAND: | | | | FUEL BRAND: | | |
|--|------------------|---------------|---------------|----------------|-----------------------|---------------------------|-----------------------------|--|
| | | Unleaded | Mid Unleaded | Prem. Unleaded | Ethanol Free Unleaded | Ethanol Free Mid Unleaded | Ethanol Free Prem. Unleaded | |
| OPIS Pad | \$ 1.0000 | \$1,5815 | \$1,8190 | | | | | |
| WA ST Pollution Hazard Tax | 0.7000% | 0.0110 | 0.0127 | | | | | |
| PPT - Wa Petrol Product Tax | 0.3000% | 0.0047 | 0.0054 | | | | | |
| Federal Excise Tax - | EXEMPT | | | | | | | |
| Fed. LUST Tax \$0.001 Per Gal | 0.0010 | 0.0010 | 0.0010 | | | | | |
| FOST - Fed Oil Spill Tax Blended Fuel - Per Gal. | 0.0017 | 0.0017 | 0.0017 | | | | | |
| FOST - Fed Oil Spill Tax Clear Fuel - Per Gal. | 0.0019 | | | | | | | |
| Wa MV/FT (Gas Tax Per Gal) | 0.4940 | 0.4940 | 0.4940 | | | | | |
| Other: | | | | | | | | |
| PROFIT MARGIN - BID: | \$ 0.1800 | 0.3000 | 0.3000 | | | | | |
| Subtotal | \$ 1.6867 | \$ 2.3939 | \$ 2.6338 | | | | | |
| WSSST - KITTITAS CO. | GAS - EXEMPT | | | | | | | |
| Total | \$ 1.6867 | \$ 2.3939 | \$ 2.6338 | | | | | |
| | | | | | | | | |
| DIESEL FUEL #2 | | | | | | | | |
| WA ST Pollution Hazard Tax | 0.7000% | 0.0070 | 0.0115 | | | | | |
| Federal Excise Tax - | EXEMPT | | | | | | | |
| Fed. LUST Tax \$0.001 Per Gal | 0.0010 | 0.0010 | 0.0010 | | | | | |
| PPT - Wa Petrol Product Tax. Reinstated eff. 7/1/15 | 0.3000% | 0.0030 | 0.0049 | | | | | |
| FOST - Fed Oil Spill Tax effective 1/1/09 - Per Gal. | 0.0019 | 0.0019 | 0.0019 | | | | | |
| Wa MV/FT (Gas Tax Per Gal) | DIESEL - EXEMPT | | | | | | | |
| Other: | | | | | | | | |
| PROFIT MARGIN - BID: | \$ - | 0.1800 | 0.3000 | | | | | |
| Subtotal | \$ 8.0000% | \$ 1.1929 | \$ 1.9758 | | | | | |
| WSSST - KITTITAS CO. | | 0.0954 | 0.1581 | | | | | |
| Total | | \$ 1.2883 | 2.1339 | | | | | |

LUBRICANTS - SCHEDULE "C"

| Item No. | Plan Qty | Item Description | Prices Per Unit | A&I Distributors | Prices Per Unit | Co-Energy | Prices Per Unit | A-1 Petroleum |
|----------|----------|---|-----------------|---------------------|-----------------|--------------------|-----------------|----------------------------|
| C-1 | 400 | Gallons Motor Oil, API Service Class C/J4 or higher, CF4, CC, SE, SD, SF SAE Multi-grade 15-40 55 gallon drums | \$6.50 | \$2,600.00 | \$6.63 | \$2,652.00 | \$5.73 | \$2,292.00 |
| C-2 | 600 | Gallons Motor Oil, API Service Class C/J4 or higher, CF4, CC, SE, SD, SF SAE Multi-grade 15-40 (BULK DELIVERY) | \$6.50 | \$3,900.00 | \$5.99 | \$3,594.00 | \$5.73 | \$3,438.00 |
| C-3 | 700 | Gallons Tractor Hydraulic oil (JD Cat Specifications) 55 Gallon Drums | \$7.29 | \$5,103.00 | \$6.12 | \$4,284.00 | \$4.75 | \$3,325.00 |
| C-4 | 110 | Gallons Motor Oil API Service Class CC, SE, SAE-10 55 gallon drums | \$8.00 | \$880.00 | \$8.36 | \$919.60 | \$13.15 | \$1,446.50 |
| C-5 | 1200 | Pounds Universal Gear Lubricant, SAE Grade 80W-90, API Service Class GL-5, 55 Gal. Drum | \$1.00 | \$1,200.00 | \$1.18 | \$1,416.00 | \$1.26 | \$1,512.00 |
| C-6 | 165 | Gallons Universal Antifreeze HD ELC - Cummins, CAT and John Deere compatible - 55 gallon drums | \$9.25 | \$1,526.25 | \$9.91 | \$1,635.15 | \$7.72 | \$1,273.80 |
| C-7 | 165 | Gallons Universal Antifreeze HD ELC - Cummins, CAT and John Deere compatible - 1 gallon container(s) 50/50 | \$7.00 | \$1,155.00 | \$10.15 | \$1,674.75 | \$9.22 | \$1,521.30 |
| C-8 | 360 | Pounds EP 2 Lithium Based NLGI Red Tacky Water Wash Out ASTM D1264 at 2% or less - 120 lb Drum | \$2.50 | \$900.00 | \$2.03 | \$730.80 | \$2.47 | \$889.20 |
| C-9 | 210 | Tubes EP 2 Lithium Based NLGI Red Tacky Water Wash Out ASTM D1264 at 2% or less- 14 oz. Grease Tubes | \$2.70 | \$567.00 | \$1.65 | \$345.45 | \$2.53 | \$531.30 |
| C-10 | 110 | Gallons Delo ELC or Equivalent - 55 gal drum | \$9.25 | \$1,017.50 | \$9.91 | \$1,090.10 | \$11.60 | \$1,276.00 |
| C-11 | 550 | Gallons DEF Fluid - Tote | \$1.89 | \$1,039.50 | \$1.29 | \$709.50 | \$1.15 | \$632.50 |
| C-12 | 110 | Gallons DEF Fluid - 55 Gallon Drum | \$1.89 | \$207.90 | \$1.85 | \$203.50 | \$1.35 | \$148.50 |
| C-13 | 340 | Gallons DEF Fluid - 2.5 Gallon Container | \$3.00 | \$1,020.00 | \$2.73 | \$928.20 | \$2.60 | \$884.00 |
| | | Tax - | 8.20% | \$1,731.52 | 8.20% | \$1,655.01 | 8.20% | \$1,571.95 |
| | | Total of Schedule "C" - | | \$22,847.67 | | \$21,838.06 | | \$20,742.05 |
| | | | | *Tax Rate Corrected | | | | *Math error corrected |
| | | | | From 8.0% to 8.2% | | | | To reflect correct pricing |