

KITTITAS COUNTY
DEPARTMENT OF PUBLIC WORKS

AGENDA STAFF REPORT

AGENDA DATE: January 3, 2017

ACTION REQUESTED: Approve a Resolution to Award the Bid to furnish Petroleum and Lubricant Products for Calendar Year 2017.

BACKGROUND: Annually, Kittitas County Public Works goes out to bid for the furnishing of Petroleum and Lubricant Products in accordance with specifications. Bid packets are sent out to all local businesses in order to give equal opportunity.
Bids were opened on December 22, 2016, at 2:00 p.m. in the Public Works Department and five bids were received. Public Works recommends the bids from A-1 Petroleum for Schedule "A"; R.E. Powell Distributing for Schedule "B" based on **profit margin** and Co-Energy for Schedule "C".

INTERACTION: Public Works

RECOMMENDATION: Move to approve Resolution to Award the Bids to furnish Petroleum and Lubricant Products for 2017.

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 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

Chairman

Attest:

Vice-Chairman

Clerk of the Board

Commissioner

2017 PETROLEUM BID - SCH. 'A' Ellensburg Area									
Vendor Bid: A-1 Petroleum and Propane									
APPLICABLE TAXES AS OF:	1-Jul-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 RATE.							
		CURR. APPLICABLE		EXAMPLE		FUEL BRAND:			
OPIS PAD - WEEK OF:	12/19/2016	TAXES	Unleaded	Unleaded	Unleaded	Mid Unleaded	Prem. Unleaded	FUEL BRAND:	
								Ethanol Free Unleaded	Ethanol Free Mid Prem. Unleaded
OPIS Pad			\$ 1.0000		\$ 1.5750	\$ 1.8150	\$ 1.9550	\$ 1.9750	\$ 1.8150
WA ST Pollution Hazard Tax		0.7000%	\$ 0.0070		0.0110	0.0127	0.0137	0.0138	0.0127
PPT - Wa Petrol Product Tax. Reinstated eff. 7/1/15		0.3000%	\$ 0.0030		0.0047	0.0054	0.0059	0.0059	0.0054
Federal Excise Tax -		EXEMPT	EXEMPT						
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		0.0017	0.0017	0.0017	0.0017	0.0017
FOST - Fed Oil Spill Tax Clear Fuel - Per Gal.		\$ 0.0019							
Wa MVFT (Gas Tax Per Gal)		\$ 0.4940	\$ 0.4940		0.4940	0.4940	0.4940	0.494	0.494
Other:									
PROFIT MARGIN - BID:		\$ -	\$ 0.1800		0.1800	0.1800	0.1800	0.1800	0.1800
Subtotal			\$ 1.6867		\$ 2.2674	\$ 2.5098	\$ 2.6513	\$ 2.6714	\$ 2.5098
WSST - KITTITAS CO.		GAS - EXEMPT	GAS - EXEMPT						
Total			\$ 1.6867		\$ 2.2674	\$ 2.5098	\$ 2.6513	\$ 2.6714	\$ 2.5098
EXAMPLE									
Diesel No. 2 Low Sulfur									
DIESEL FUEL #2			\$ 1.0000		\$ 1.6700				
WA ST Pollution Hazard Tax		0.7000%	0.0070		0.0117				
Federal Excise Tax -		EXEMPT	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		0.0050				
FOST - Fed Oil Spill Tax effective 1/1/09 - Per Gal.		\$ 0.0019	0.0019		0.0019				
Wa MVFT (Gas Tax Per Gal)		DIESEL - EXEMPT	DIESEL - EXEMPT						
Other:									
PROFIT MARGIN - BID:		\$ -	0.1800		0.1800				
Subtotal			\$ 1.1929		\$ 1.8696				
WSST - CITY OF ELLENSBURG		8.2000%	0.0978		0.1533				
Total			\$ 1.2907		2.0229				

2017 PETROLEUM BID - SCH. 'B' Cle Elum Area

Vendor Bid: RE POWELL

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

CURR. APPLICABLE TAXES	EXAMPLE Unleaded	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. Reinstated eff. 7/1/15	0.3000%	0.0030	0.0047	0.0054			
Federal Excise Tax - EXEMPT	EXEMPT						
Fed. LUST Tax \$0.001 Per Gal	\$ 0.0010	0.0010	0.0010	0.0010			
FOST - Fed Oil Spill Tax Blended Fuel - Per Gal.	\$ 0.0017	0.0017	0.0017	0.0017			
FOST - Fed Oil Spill Tax Clear Fuel - Per Gal.	\$ 0.0019						
Wa MVFT (Gas Tax Per Gal)	\$ 0.4940	0.4940	0.4940	0.4940			
Other:							
PROFIT MARGIN - BID:	\$ -	\$ 0.1800	0.3000	0.3000			
Subtotal		\$ 1.6867	\$ 2.3939	\$ 2.6338			
WSST - KITTITAS CO.	GAS - EXEMPT						
Total		\$ 1.6867	\$ 2.3939	\$ 2.6338			
EXAMPLE Diesel No. 2 Low Sulfur							
DIESEL FUEL #2	\$1.0000	\$1.6565					
WA ST Pollution Hazard Tax	0.7000%	0.0070	0.0115				
Federal Excise Tax - EXEMPT	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 MVFT (Gas Tax Per Gal)	DIESEL - EXEMPT						
Other:							
PROFIT MARGIN - BID:	\$ -	\$ 0.1800	0.3000				
Subtotal		\$ 1.1929	\$ 1.9758				
WSST - KITTITAS CO.	8.0000%	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	RE Powell	Prices Per Unit	Co-Energy	Prices Per Unit	Coleman Oil Co.	Prices Per Unit	A-1 Petroleum
C-1	400	Motor Oil, API Service Class CJ4 or higher, CF4, CC, SE, SD, SF SAE Multi-grade 15-40 55 gallon drums	\$6.50	\$2,600.00	\$10.22	\$4,088.00	\$6.63	\$2,652.00	\$8.95	\$3,580.00	\$7.21	\$2,884.00
C-2	600	Motor Oil, API Service Class CJ4 or higher, CF4, CC, SE, SD, SF SAE Multi-grade 15-40 (BULK DELIVERY)	\$6.50	\$3,900.00	\$9.26	\$5,556.00	\$5.99	\$3,594.00	\$8.45	\$5,070.00	\$6.81	\$4,086.00
C-3	700	Tractor Hydraulic oil (JD Cat Specifications) 55 Gallon Drums	\$8.29	\$5,803.00	\$9.94	\$6,958.00	\$6.12	\$4,284.00	\$8.95	\$6,265.00	\$6.03	\$4,221.00
C-4	110	Motor Oil API Service Class CC, SE, SAE-10 55 gallon drums	\$7.60	\$836.00	\$13.41	\$1,475.10	\$8.36	\$919.60	\$9.50	\$1,045.00	\$13.85	\$1,523.50
C-5	1200	Universal Gear Lubricant, SAE Grade 80W-90, API Service Class GL-5, 55 Gal. Drum	\$0.82	\$984.00	\$2.03	\$2,436.00	\$1.18	\$1,410.00	\$1.46	\$1,752.00	\$1.87	\$2,244.00
C-6	165	Universal Antifreeze HD ELC - Cummins, CAT and John Deere compatible - 55 gallon drums	\$8.58	\$1,415.70	\$9.26	\$1,527.90	\$9.21	\$1,519.65	\$10.00	\$1,650.00	\$16.14	\$2,663.10
C-7	165	Universal Antifreeze HD ELC - Cummins, CAT and John Deere compatible - 1 gallon container(s) 50/50	\$7.00	\$1,155.00	\$9.88	\$1,630.20	\$9.45	\$1,559.25	\$7.50	\$1,237.50	\$9.00	\$1,485.00
C-8	360	EP 2 Lithium Based NLGI Red Tacky Water Wash Out ASTM D1264 at 2% or less - 120 lb Drum	\$2.49	\$896.40	\$2.95	\$1,062.00	\$2.03	\$730.80	\$2.39	\$860.40	\$2.53	\$910.80
C-9	210	EP 2 Lithium Based NLGI Red Tacky Water Wash Out ASTM D1264 at 2% or less- 14 oz. Grease Tubes	\$2.71	\$569.10	\$2.79	\$585.90	\$1.88	\$394.80	\$2.75	\$577.50	\$2.44	\$511.56
C-10	110	Delo ELC or Equivalent - 55 gal drum	\$9.00	\$990.00	\$9.26	\$1,018.60	\$9.21	\$1,013.10	\$10.00	\$1,100.00	\$8.77	\$964.70
C-11	550	DEF Fluid - Tote	\$1.10	\$605.00	\$1.30	\$715.00	\$1.38	\$759.00	\$1.99	\$1,094.50	\$2.29	\$1,259.50
C-12	110	DEF Fluid - 55 Gallon Drum	\$2.00	\$220.00	\$2.65	\$291.50	\$1.85	\$203.50	\$2.49	\$273.90	\$2.89	\$317.90
C-13	340	DEF Fluid - 2.5 Gallon Container	\$3.00	\$1,020.00	\$3.52	\$1,196.80	\$2.68	\$911.20	\$5.02	\$1,706.80	\$3.09	\$1,050.60
				\$20,994.20		\$28,541.00		\$19,950.90		\$26,212.60		\$24,121.66
		Tax -	8.20%	\$1,721.52	8.20%	\$2,340.36	8.20%	\$1,635.97	8.20%	\$2,149.43	8.20%	\$1,977.98
		Total of Schedule "C" -		\$22,715.72		\$30,881.36		\$21,586.87		\$28,362.03		\$26,099.64
					*Tax rate corrected.				*Tax rate corrected.			*Item C-11 is bulk price
					From 6.5% to 8.2%				From 8.0% to 8.2%			at pump