



City Council Memorandum

City of Arts & Innovation

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TO: HONORABLE MAYOR AND CITY COUNCIL DATE: JUNE 5, 2018

FROM: GENERAL SERVICES WARDS: ALL

SUBJECT: PURCHASE AND DELIVERY OF FUEL PRODUCTS FOR CITY VEHICLES AND EQUIPMENT WITH THE SOCO GROUP INC. IN ACCORDANCE WITH PURCHASING RESOLUTION 23256, SECTION 602 (G) FOR A TOTAL AMOUNT OF \$1,300,000 FOR THE PERIOD OF JULY 1, 2018 THROUGH JUNE 30, 2019 WITH TWO ADDITIONAL ONE-YEAR RENEWAL PERIODS THROUGH JUNE 30, 2021

ISSUE:

Approve the purchase and delivery of fuel products for City vehicles and equipment with The SoCo Group Inc. of Riverside, California in accordance with Purchasing Resolution 23256, Section 602 (g) for a total amount of \$1,300,000 for the period of July 1, 2018 through June 30, 2019 including authority for two additional one-year renewal periods through June 30, 2021.

RECOMMENDATIONS:

That the City Council approve the purchase and delivery of fuel products for City vehicles and equipment with The SoCo Group Inc., Riverside, California in the amount of \$1,300,000 for the period of July 1, 2018 through June 30, 2019 with the option to renew for two additional one-year periods.

BACKGROUND:

The City of Riverside Fleet Management Division of General Services (Fleet Division) is seeking approval to procure the City of Riverside (City) annual fuel requirements for the purchase and delivery of fuel from the SoCo Group, Inc. based on the Colton Oil Price Information Service (OPIS) Unbranded Rack Average for the Transportation and Land Management Agency pricing. The SoCo Group Inc. has supplied fuel, lubricants and other products as needed to the City since 2009 and provides exceptional service.

DISCUSSION:

The Fleet Division maintains a variety of light and heavy-duty vehicles for multiple City departments that require fuel products. On September 13, 2011, Riverside County Department of Purchasing and Fleet Services issued Request for Proposal (RFP) #PUARC-1380 for Unleaded Fuel and Ultra Low Sulfur Diesel Fuel. The County of Riverside entered into a contract with The

SoCo Group Inc., RIVCO-40500-002-10/12, for a five (5) year term renewed annually and expired September 30, 2016.

On August 22, 2016, the Riverside County Board of Supervisors approved Contract Amendment No. 6 to The SoCo Group, Inc. and another contractor for five (5) years, through October 1, 2021, to provide fuel supply continuity for the Riverside County's fleet.

Purchasing Resolution 23256, Section 602 (g) states that competitive procurement shall not be required when goods can be procured from a contractor who offers the same or better price, terms and conditions as the contractor previously offered as the lowest responsive bidder under competitive procurement provided that, in the opinion of the City's Purchasing Manager, it is in the best interests of the City to do so. The SoCo Group Inc. has agreed to maintain the terms, conditions and pricing awarded under the County of Riverside contract based on RFP #PUARC-1380 and Amended Contract RIVCO-40500-002-10/21.

The Purchasing Manager concurs that the recommendations comply with Purchasing Resolution 23526.

FISCAL IMPACT:

Sufficient funds are available in FY 2018 -19 General Services Department Central Garage budget Account No. 2215200- 426300, Motor Fuels and Lubricants, for the purchase and delivery of fuel and lubricants.

Prepared by: Carl Carey, General Services Director
Certified as to
availability of funds: Adam Raymond, Chief Financial Officer/City Treasurer
Approved by: Marianna Marysheva, Assistant City Manager
Approved as to form: Gary G. Geuss, City Attorney

Attachment:

1. The SoCo Group Inc. Letter
2. Riverside County Board of Supervisor's Contract Amendment No. 6
3. Riverside County Amended Contract RIVCO-40500-002 – 10/21
4. The SoCo Group Email with Pricing Specifications