

RESOLUTION NO. 2019-0090

Adopted by the Sacramento City Council

March 26, 2019

Suspending Competitive Bidding for the Purchase of Compressed Natural Gas and Renewable Natural Gas

BACKGROUND

- A. The Department of Public Works, Fleet Management Division, is in the process of replacing all liquefied natural gas (LNG) vehicles with safer and more efficient compressed natural gas (CNG) fueled vehicles to meet the requirements specified in the City's Fleet Sustainability Policy.
- B. The City does not currently own a CNG fuel station and therefore has two fueling contracts for CNG which include Regional Transit providing CNG fueling for vehicles that operate in the north area and Clean Energy providing fueling in the south area at the Atlas Refuel South Transfer Station. The City recently learned that Clean Energy also operates a fuel station at the Paratransit facility located at 2501 Florin Road, Sacramento.
- C. Extending this contract and increasing the spending authority will allow the City to continue to purchase natural gas from Clean Energy until a City owned solution can be provided. The supplement also allows City vehicles to access the Paratransit site to increase the number of fueling locations to assist in fueling the increased number of City owned CNG vehicles.
- D. Suspending competitive bidding is recommended because Clean Energy's fuel site at the Atlas Refuel South Transfer Station and the Paratransit facility are the only CNG fuel sites that offer accessibility to City vehicles operating in the south area of the City and have the ability to provide renewable natural gas (RNG).

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

- Section 1. The statements in paragraphs A through D of the Background section are true and correct.
- Section 2. It is in the best interests of the City to suspend competitive bidding and contract with Clean Energy for the purchase of CNG and RNG in the south area of the City.
- Section 3. Competitive bidding is hereby suspended for the purchase of CNG and RNG.

Section 4. The City Manager or the City Manager's designee is authorized to execute Contract Supplement No. 1 to Contract No. 2016-0436 with Clean Energy for the purchase of CNG and RNG, extending the contract to April 5, 2020, and increasing the contract amount by \$1,800,000 for a revised total contract not to exceed amount of \$2,753,653 for the remaining contract terms.

Adopted by the City of Sacramento City Council on March 26, 2019, by the following vote:

Ayes: Members Carr, Guerra, Hansen, Harris, Jennings, Schenirer, Warren and Mayor Steinberg

Noes: None

Abstain: None

Absent: Member Ashby

Attest: Wendy Klock-
Johnson, MMC

 Digitally signed by Wendy Klock-
Johnson, MMC
Date: 2019.03.27 15:46:38 -07'00'

Wendy Klock-Johnson, Assistant City Clerk

The presence of an electronic signature certifies that the foregoing is a true and correct copy as approved by the Sacramento City Council.