

**SANTA BARBARA METROPOLITAN TRANSIT DISTRICT**  
***Invitation for Bids for Renewable Diesel Supply***  
**Addendum Number 1 – Issued August 16, 2024**

The Santa Barbara Metropolitan Transit District (MTD) issues Addendum No. 1 to its *Invitation for Bids for Renewable Diesel Supply* (IFB) issued August 2, 2024. This addendum provides clarification and addresses the questions (Q) by Offerors, with a response (R). This addendum is now incorporated into and part of the IFB. Except as modified by this addendum, all other terms and conditions of the IFB remain unchanged.

**Sealed bids from pre-qualified vendors will be received at the administrative offices of Santa Barbara MTD, 550 Olive Street, Santa Barbara, CA 93101, until Thursday, August 22, 2024, at 2:00 PM PDT, when bids will be opened and read aloud. Any bid received after that time will be returned unopened.**

Q1 - Please provide a monthly breakdown of fuel consumption for the last year.

A1 - The following table identifies the last 12 months of data from fuel receipts.

Month	23-Aug	23-Sep	23-Oct	23-Nov	23-Dec	24-Jan	24-Feb	24-Mar	24-Apr	24-May	24-Jun	24-Jul	Total
Gallons Received	45,087	37,309	44,628	44,834	37,488	45,075	37,542	37,512	52,453	44,049	37,138	37,168	<b>500,283</b>

Q2 - Do you all currently buy fuel based on an index (OPIS, OPIS Spot) as well as fixed price agreement?

A2 - All renewable diesel is purchased through our current fixed-price contract. MTD has a history of honoring the fixed-price contract; once executed, it has been the only source for purchasing renewable diesel fuel.

Q3 - Did the fixed base price change from \$2.7625 per gallon after June 30, 2024? If so, what is the revised number today?

A3 - MTD held a firm fixed price contract for \$2.7625 per gallon of renewable diesel delivered to MTD on an as-needed basis beginning January 1, 2024, through June 30, 2024. From July 1, 2024, through December 31, 2024, MTD has executed a firm fixed-price contract for \$2.25 per gallon.

Q4 - On what day in 2023 was Mansfield awarded the current contract?

A4 - MTD’s contract with Mansfield Oil Company was awarded on November 9, 2023, for the bid amount of a fixed price of \$2.7625 per gallon of renewable diesel for the term January 1, 2024, through June 30, 2024

Q5- Can you please provide the list of qualified vendors for this present solicitation?

- A5 - The following firms are prequalified:
- Boyett Petroleum
  - Flyers Energy
  - Mansfield Oil
  - Merrimac Energy
  - Pinnacle Petroleum
  - Silvas Oil
  - TACenergy
  - Van De Pol
  - Western States Oil
- Q6 - What percentage of total volume will be locked under the fixed price agreement?
- A6 - There is no guaranteed or locked-in volume. The contractor shall deliver renewable diesel to MTD on an as-needed basis. See paragraph 3.1.2 of the *Statement of Work*.
- Q7 - Will MTD consider keeping the bid period to six months versus 12 months?
- A7 - No, for budget stability, MTD is interested in a contract for all of 2025 with an option to secure an agreement to take us through our fiscal year ending June 30, 2026.
- Q8 - Please confirm if bidding on the 18-month period is mandatory. Is this optional only?
- A8 - Bidding on the 18-month contract is not mandatory. See paragraph 3.1 of the *Solicitation Instructions* and the *Price Bid* form.
- Q9 - How will the vendor be notified to lock the fixed / hedged price?
- A9 - MTD shall notify vendors of contract award the same day as bid opening by 4:30 pm PDT by e-mail and phone call. See paragraph 4.3 of the *Solicitation Instructions*.
- Q10 - Will payment terms of net 10 days be acceptable, or does SBMTD require additional days for payment?
- A10 - While MTD attempts to pay its fuel vendors within ten days, MTD is seeking terms where payments from MTD shall be made no later than thirty (30) days after receipt by MTD of a valid invoice.
- Q11 - If the billing system does not break out the FED LUST Tax, FED Oil Spill Liability Tax, CA Inspection Fee, LCFS, and CAP Fees, will there be an exception to have these taxes/fees included in the quoted base price for invoicing purposes? What if the text in the body of each invoice includes descriptions of each and their respective amounts?
- A11 - For MTD to process the invoice, the applicable fees and taxes must be included as separate line items on each billing invoice. Various formats of invoices (or attached reports) are accepted; however, it must clearly itemize the quantity (in gallons), the unit price (\$/gallon), and the correctly calculated amount for each of the following:
- Fuel at the fixed price contract rate
  - Federal LUST
  - Federal Oil spill
  - Santa Barbara Sales Tax
  - CAR Fee ULSD
  - LCFS/CI Fee ULSD

End of Addendum 1