San Francisco Office of the City Administrator
City Administrator Carmen Chu

Proposed Amendment to Citywide Renewable Diesel Contract

File 23-1154; Contract ID # 1000013880

Office of Contract Administration

Board of Supervisors' Budget and Finance Committee

November 29, 2023

Contract Summary

- Provides renewable diesel for the City's buses, trucks, cars and equipment.
- Primary Contract Awarded to Golden Gate Petroleum via competitive solicitation per § Administrative Code 21.1 in December 2018
  - Current NTE $68M, ending on May 31, 2024
  - Amended two (2) times
- Contract price is a mark-up or mark-down on OPIS daily average rack prices for renewable diesel, for San Francisco.
- Used primarily by MTA, Fleet Division, FIR, PUC.

OPIS = Oil Price Information Service

Contract Expenditures

FY18-19	FY19-20	FY20-21	FY21-22	FY22-23	FY23-24 (year to date)	TOTAL SPEND	Avg. Monthly Spend
$234K	$11.6M	$10.4M	$17.2M	$18.7M	$7.6M	**$ 65.8M**	**$1.2M**

- Substantial increase in usage during FY 20-23 due to the rise in oil pricing.
- Contract balance insufficient to meet City's business needs through the current contract end date of May 31, 2024.

Proposed Amendment

- Request approval of resolution to amend contract with Golden Gate Petroleum:
  - Increase NTE by $18,750,000, to **$86,750,000M**
  - Extend duration by five months, to **October 31, 2024**

Thank You