

PROCUREMENT SUMMARY

METRO'S BIOMETHANE SUPPLIER/OP7396000

1.	Contract Number: OP7396000			
2.	Contractor: Clean Energy Renewables			
3.	Mod. Work Description: To continue supplying Renewable Natural Gas (RNG) to Metro's Bus Divisions			
4.	Contract Work Description: Biomethane Provider			
5.	The following data is current as of: June 6, 2018			
6.	Contract Completion Status		Financial Status	
	Contract Awarded:	August 1, 2017	Contract Award Amount:	\$1,240,520
	Notice to Proceed (NTP):	N/A	Total of Modifications Approved: 2	\$0
	Original Complete Date:	July 31, 2018	Pending Modifications (including this action): 1	\$54,808,110
	Current Est. Complete Date: with an approved Option	July 30, 2022	Current Contract Value (with this action):	\$56,048,630
7.	Contract Administrator: Nathan Jones		Telephone Number: (213) 922-6101	
8.	Project Manager: Evan Rosenberg		Telephone Number: (213) 418-3145	

A. Procurement Background

This Board Action is to approve Contract Modification No. 3 issued in support of the Metro's Biomethane Supplier Program.

This contract modification will be processed in accordance with Metro's Acquisition Policy and the contract type is an indefinite delivery, indefinite quantity.

On May 25, 2017, Metro's Board of Director approved a five year contract, inclusive of an one year base with an one four-year option to Clean Energy Renewables to provide Biomethane gas to Metro's bus divisions in the total amount of \$56,048,630.

(Refer to Attachment B – Contract Modification/Change Order Log)

B. Price Analysis

Contract No. OP7396000 award was a result of a competitive IFB. The contract award includes the option year pricing, which was determined to be fair and reasonable based on adequate competition.

Based on the market analysis performed by staff on the Option total price, Metro's purchase price for biomethane is tied to a natural gas index with a slight discount. This purchase price is consistent or slightly below that of comparable entities acquiring biomethane in large volumes including other transit agencies (i.e. OCTA and Riverside Transit Agency) operating in California, especially when factoring in the added value of environmental commodities generated under this contract. Therefore, the total Option price is still considered to be fair and reasonable and it will continue to provide Metro with a favorable source for biomethane.

Bid Amount	Metro ICE
\$56,048,630	\$57,008,630