Addendum #1

Contract Number: AA15-PR-5023REBID
Title: Fleet Operations/Transportation Services
       Purchase of B5 BioDiesel and Unleaded Gasoline

The attention of the bidders submitting proposals for AA14-PR-4872 is called to
the following addendum to the specifications and drawings. The items set forth herein,
whether of omission, addition, substitution, or clarifications, are all to be included in and
form a part of the proposal submitted.

The number of this Addendum (1) must be referenced on the proposal.

Responses to Questions:

Item 1: Do you want the Bio-B5 priced off of the PLATTS NY Harbor Barge Mean Index for clear
diesel and a separate price for a B-5 Bio adder?
Answer: Yes

Item 2: Did you want your pricing based off of Net or Gross gallons?
Answer: Gross gallons

Item 3: When you refer to OPIS JOC – are we to price off of the Oil Price Daily publication?
Answer: Yes

Item 4: How long do we need to hold our firm price before award?
Answer: NONE as fixed price is indicative based on the close of business on the specified day.

Item 5: For the firm fixed pricing, will you accept any of our clauses? I have attached the clause
page we would use for your review. Please indicate which clauses would be acceptable and
which ones would be cause for rejection. Please note that all clauses are negotiable and can be
removed.
Answer: This question had been addressed in the prior RFP. Questions and answers follow
accordingly:
Questions regarding Exceptions/Clauses to the Bid for Gasoline and Diesel Fuel:

1) Payment terms will be Net 30 days with no discount. Answer: Payment shall be made in accordance with M.G.L. C29, s.29c. and 815 CMR 4.00 as stated on the Contract for Services, Page 2 Paragraph 5 F.

2) Awarded bidder reserves the right to adjust our submitted firm prices with the current NYMEX settlement until the date a written receipt of award or the intent to award is received. Your letter of intent is considered a binding commitment to purchase these gallons. If no contract can be made until a board approves, then the gallonage and price protection cannot begin until we have a signed contract. Notice may be faxed to xxx-xx-xxxx or emailed to designated email address.

Answer: THE FIXED PRICE BID IS INDICATED ONLY. ONCE THE AWARD AS BEEN MADE, CES WILL WORK WITH THE SUPPLIER TO FIX GALLONS AT NYMEX PLUS ADDER PROVIDED WITH YOUR BID SUBMITTAL. ONCE LOCK IS EXECUTED, ALL GALLONS LOCKED AT SPECIFIED PRICES ARE BINDING.

3) Any notice of award or intent to award received must include a firm commitment to a specific amount of gallons for each product to be purchased at the firm fixed price awarded during the contract. Any additional gallons purchased over or in addition to the contracted volume will be priced at a negotiated rate prior to delivery. Any unused contract gallons will be billed to you if there is a loss in the underlying futures contracts. As an example, if bidder purchased futures contracts at $2.5000 per gallon for the specified product and month and a year later the price of these futures is $2.4000 per gallon, then if you did not use all of your contract gallons, you would be billed $.1000 per gallon times the number of unused gallons.

Answer: ONCE LOCK IS EXECUTED, ALL GALLONS LOCKED AT SPECIFIED PRICES ARE BINDING, ADDITIONAL GALLONS WILL BE PRICED AT THE ADDER OVER PLATTS NY HARBOR AS SPECIFIED IN THE RFP SUBMITTAL.

4) Contract cannot be terminated for convenience. Answer: AGREED and the contract for services will be amended.

5) Any extension of this contract beyond the original contract period for the firm fixed pricing format will be by mutual agreement only. Answer: NO EXTENSION

6) This response to your bid invitation is given with the understanding that our exceptions/clauses contained herein shall prevail over any bid invitation conflicting requirements. Answer: THE AWARDED CONTRACTOR WILL BE BOUND BY THE UMASS CONTRACT FOR SERVICES THAT WILL BE CONSISTENT WITH THE INTENDED STRUCTURE OF THE RFP.

Item 6: Who is your current vendor for gasoline and diesel fuel and at what price per gallon? Answer: Gasoline - Global Montello $2.14 Diesel fuel – Dennis K. Burke $2.56 average

End of Addendum 1 – John O. Martin, Director of Procurement