

County of Santa Cruz

GENERAL SERVICES DEPARTMENT

701 OCEAN STREET, SUITE 330, SANTA CRUZ, CA 95060-4073 (831) 454-2210 FAX: (831) 454-2710 TDD: (831) 454-2123 ROY HOLMBERG, DIRECTOR

Agenda: May 18, 1999

Board of Supervisors County of Santa Cruz 701 Ocean Street Santa Cruz, California 95060

Compressed Natural Gas (CNG) User Agreement with the City of Santa Cruz

Dear Members of the Board:

On December 15, 1998, your Board approved contracts related to the Natural Gas Fueling Coalition Project at the County's Fleet Operations Service Center. This project provides for private and public entities to utilize the fueling facility once they enter into user agreements with the County.

The City of Santa Cruz has signed a user agreement, attached for your Board's consideration. The agreement provides for the city to obtain CNG fuel for their vehicles and provides the mechanism for County billing of fuel charges. The anticipated revenue from this agreement is estimated at \$800 annually.

It is therefore recommended that your Board approve the attached ADM 29 and user agreement with the City of Santa Cruz for the Supply of compressed natural gas for fueling city vehicles and authorize the General Services Director to execute the agreement.

Verv truly vours

ROY HOLMBERG

Director of General Services

RH/NCG/su1/CNG.fuel.

RECOMMENDED:

SUSAN A. MAURIELLO County Administrative Officer

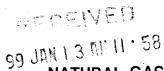
Enclosure: ADM29

User Agreement

cc: Auditor-Controller
General Services - Fiscal
General Services - Facilities

COUNTY OF SANTA CRUZ REQUESTFORAPPROVALOF AGREEMENT

TO: Boord of Supervisors County Administrative Officer County Coun sel Auditor-Controller		FROM:	General	(Signature)	(Dept.
The Board of Supervisors is hereby req	uested to approve the	attached agre	ement and author	ize the execution of the	he same.
1. Said agreement is between the					
and,CITY OF SANTA CRUZ					(Name & Address
2. The agreement will provide <u>for</u> the	supply of comp	ressed nat	ural gas (CN	G) _{for fueling}	of vehicles
3. The agreement is needed to exec	cute agreement				
4. Period of the agreement is from			to <u>J</u> ೮	ne 30, 1999	
Revenue 5. *************************** 8. **********	at \$200 per qua	ver based o	on usage (Fixed amount; Monthly	y rate; Not to exceed
6. Remarks: continuing contrac	ts l <u>ist</u>				
Revenues 7. Appropriations are budgeted in 3				(Index#)_2122	
Appropriations are not available and h	wil be encumbered.	Contract N	10.R-697 RY A. KNUTSON	Date 5 Auditor - Controller	14/99
Proposal reviewed and approved. It is			• •	_	
Remarks:		g e ncy). By	Zo W)	v. Administrative Office	or Oate <u>5-6.49</u>
Agreement approved as to form. Date					
Distribution: Bd. of Supv White Auditor-Controller - Blue County Counsel - Green - Co. Admin. Officer - Canary Auditor-Controller - Pink Originating Dept Goldenrod *To Orig. Dept. if rejected.	State of California, do	ex-offi hereby certify th sors as recomme I Board on	at the foregoing req inded by the County	ard of Supervisors of the juest for approval of agree Administrative Officer by County	ement was approved by an order duly entered Administrative Officer



COUNTY OF SANTA CRUZ

NATURAL GAS REFUELING FACILITY (NGRF) USER'S AGREEMENT

GENERAL

- 1. This Agreement, entered into between the County of Santa Cruz (herein referred to as County), and <u>The Ci tv of Santa Cruz</u>, herein referred to as Customer), is for the supply of compressed natural gas (CNG) for fueling of motor vehicles.
- 2. Customer agrees to purchase and County agrees to provide a supply of CNG pursuant to the terms of this Agreement and in accordance with County's applicable gas fueling rules.
- 3. Customer agrees to provide a written list of all vehicles, including make, model, year, vehicle identification number, and license number, which will be fueling at the Santa Cruz NGRF. Customer agrees to notify County if any of the vehicles are taken out of service or no longer fueled by CNG.
- 4. Customer and each of its employees and agents who will be using the Santa Cruz NGRF shall execute the Certificate of Instruction for Fueling Natural Gas Vehicles as shown on Exhibit A and made part of this Agreement.
- 5. Customer agrees to pay the rate per-therm charges based upon the formula detailed in Exhibit B, as established by the Natural Gas Fueling Coalition of Santa Cruz County. This pricing formula seeks recovery of the cost of operating the Santa Cruz NGRF and is subject to change based on changes in the cost of individual formula components.

FUELING LOCATION

- 6. All fueling will be provided at Santa Cruz NGRF.
- 7. Customer access time shall be mutually arranged.
- 8. Fueling will be accomplished using the fast-fill CNG dispensing system. Customer will be provided one (1) card key per vehicle which will be used to initiate fueling. Customer will be held responsible for the safe keeping of the card key and will be charged for replacement of said card key if it is lost or stolen. It shall be the responsibility of Customer to notify County immediately if said key card is lost or stolen.

TAXES

9. Customer acknowledges that the use or sale of natural gas as a motor vehicle fuel may subject Customer to use fuel, sales, or other taxes imposed by governmental jurisdictions. While County may collect such taxes from Customer as required by applicable laws, County makes no representation and undertakes no obligation as to Customer's compliance with Customer's own tax obligations and liabilities.

BILLING

IO. The Natural Gas Refueling Coalition of Santa Cruz County will invoice Customer at the applicable rate(s) set forth herein for compressed natural gas service on a monthly basis and will send the Customer's monthly billing to the following address:

City of Santa Cruz				
Attn: Chris Meakin				
1125 River Street				
Santa Cruz CA 95060- 1710				

- 11. Customer will send payment to the County of Santa Cruz in a timely manner. Access to Santa Cruz NGRF may be interrupted for customer bills not paid within 60 days.
- 12. A customer delinquent in payment for two (2) billing cycles shall be prohibited use of the Santa Cruz NGRF until the balance due is paid in full. Repeated delinquencies in payment may result in termination of this Agreement.

TERMS AND TERMINATION

13. The initial term of this Agreement shall be one year commencing
_____. This Agreement shall continue on a month-to-month basis until terminate; by either party upon thirty (30) days prior written notice.

COMMUNICATIONS

14. Any formal communications concerning this Agreement shall be in writing. Formal communications are to be delivered either by hand or by certified delivery to the appropriate address, as follows:

To Customer:	City of Santa Cruz			
	Attn: <u>Dennis Hogan</u>			
	1125 River Street			
	Santa Cruz CA 95060-1710			

To County of Santa Cruz:

General Services Department

Attn: Sue Dunleavy 701 Ocean St., Room 330 Santa Cruz, CA 95060-4073

15. Either party must designate by written notice any change of address to which formal communications should be sent. Formal communications shall be deemed effective when deposited in the U.S. Mail or submitted to a generally recognized delivery firm.

<u>LIABILITY</u>

16. Customer accepts all risk related to the operation and fueling of Customer's motor vehicles at the Santa Cruz NGRF and agrees to exonerate, indemnify, defend, and hold harmless the County of Santa Cruz and Natural Gas Fueling Coalition of Santa Cruz County, their agents, officers, and employees from any and all damages or damages, injuries, deaths, claims, defense costs, demands, claims, losses, or liabilities resulting directly or indirectly from ingress, egress, fueling or any other use of the Santa Cruz NGRF unless caused by the sole negligence of the County of Santa Cruz and/or the Natural Gas Fueling Coalition of Santa Cruz County.

Customer shall provide the County with a Certificate of Insurance evidencing comprehensive general liability including automobile liability in an amount of at least \$1,000,000 combined single limit naming the County of Santa Cruz, its officers, agents and employees as additional insured, or evidence of self insurance satisfactory to the County of Santa Cruz. Any insurance shall be issued by a company qualified to write such coverage. Coverage may not be canceled, non-renewed or materially changed without thirty (30) days written notice to the County.

RIGHTS TO DATA

17. County reserves the right to collect, use, or distribute all vehicle performance data relating to the Customer's CNG vehicle operations. To the extent that performance data is made publicly available, County will aggregate customer data where possible. Customer specific data will not be disclosed without Customer consent.

ASSIGNMENT

- 18. This Agreement may not be assigned by Customer without the written consent of County. If County agrees to such assignment, this Agreement shall be binding on the party to which it is assigned. Assignment of this Agreement shall not release the Customer from any of its obligations under this Agreement unless such a release is agreed to in writing by the County and the assuming party.
- 19. This Agreement shall be interpreted under the laws of the State of California. This Agreement and the obligation of the parties are to subject to all valid laws, orders, rules, and regulations of the authorities having jurisdiction over this Agreement (or the successors of those authorities).

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SIGNATURE

(For	Custom	er)
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(For County of Santa Cruz)

Signature Signature

Signature

DENNIS G. HOGAN

ROY K HOLMBERG

Name

Superintendent of Central Manntenaval

Director of General Services

Title

01-08-1999

January 15, 1999

Date

APPROVED AS TO INSURANCE:

Risk Management

APPROVED AS TO FORM:

County Counsel

DISTRIBUTION:

County Administrative Office

Auditor-Controller County Counsel Risk Management