

RESOLUTION NO. 2015- 106

RESOLUTION DECLARING THE EXISTENCE OF AN EMERGENCY REQUIRING THE RELOCATION OF AN EXISTING FUEL SUPPLY AND ACQUISITION OF ADDITIONAL FUEL TO RUN THE DOWN 11 GENERATION FACILITY

WHEREAS, due to the inclement weather, on Wednesday, February 18, 2015, the City of Vineland was notified that natural gas fuel would be unavailable for the Down 11 unit which is considered critical to system reliability; and

WHEREAS, since the Down 11 unit is a dual fuel unit capable of burning both natural gas and ultra-low sulfur distillate fuel oil, it was necessary to provide fuel oil to the Down 11 unit to allow its operation to continue; and

WHEREAS, the City of Vineland had an existing supply of fuel oil located at West CT, and it was determined that the fuel oil should be relocated to the Down 11 unit by way of retaining the services of a trucking company, EISCO-NJ, Hopelawn, New Jersey, at a cost of \$15,641.60 and further to purchase an additional 59,000 gallons of oil from Samuel Coraluzzo Co. Vineland New Jersey at a cost of \$178,499.25, so as to provide the necessary fuel to continue the Down 11 generation facility to provide electricity to the residents of the City; and

WHEREAS, the Director of the Municipal Utilities has recommended the aforementioned action be taken to alleviate the emergency and the City Comptroller has certified the availability of funds for the above emergency;

NOW, THEREFORE, BE IT RESOLVED by the Council of the City of Vineland as follows:

1. That the Director of the Municipal Utilities is hereby authorized and directed to contract with EISCO-NJ, Hopelawn, New Jersey, for the emergency transport of fuel oil from West CT to Down 11 at a cost of \$15,641.60

2. That the Director of the Municipal Utilities is authorized and directed to contract with Samuel Coraluzzo Co., Vineland, New Jersey, for approximately 88,333 gallons of fuel oil at a cost of \$178,499.25.

3. That the Purchasing Agent is hereby authorized and directed to issue purchase orders as authorized by the Director of the Municipal Utilities for the emergency transport of fuel oil from West CT to Down 11 and emergency purchase of approximately 88,333 gallons of fuel oil from Samuel Coraluzzo Co., Vineland, New Jersey.

4. That payment is hereby authorized pursuant to said purchase orders in accordance with procedures for payment of bills and demands heretofore established by Ordinance number 1048.

Adopted:

President of Council

ATTEST:

City Clerk

Isabella Joseph

From: Isabella Joseph
Sent: Tuesday, February 24, 2015 3:21 PM
To: Tonetta Richard
Subject: FW: Emergency Fuel Procurement Resolution

One bit of additional information and one typo correction. The requisition # for Coraluzzo is R15-001601. The typo is the date in the first sentence. It was Wednesday February 19, not February 28th which is not here yet.

18 JI

From: Isabella Joseph
Sent: Tuesday, February 24, 2015 11:10 AM
To: Tonetta Richard
Cc: Miller John; Boyle John; Ayars Steven; August Steven; Mongeluzzo Albert; Hill Yolanda; Lewis Yvonne
Subject: Emergency Fuel Procurement Resolution

On Wednesday, February 28th, we were advised that natural gas fuel would be unavailable for the Down 11 unit. Because of the extreme cold weather forecast, Down 11 was considered critical to system reliability and economics. Down 11 is a dual fuel unit, capable of burning both natural gas and ultra-low sulfur distillate fuel oil. The unit had not burned oil since its start-up in 2012 mainly because of insufficient containment volume within the fuel dike. The deficiency had been corrected last fall, with the last item being EPA sign-off of the survey of the diked-in volume proving the capability now met the standard. Late Wednesday Feb 28th EPA gave us the go ahead to fill the tank and proceed to burn oil on Down 11.

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When given the go-ahead to burn oil, the Down 11 oil tank was empty and quickly needed oil deliveries. Our normal supply contractor, Riggins, could not supply the quantity needed in a timely fashion. Therefore it was decided to augment the amount Riggins could supply through 2 additional sources. First a trucking company ICECO was contacted to begin providing trucks to move an existing supply of oil from West CT (down for an outage) over to Down 11. ICECO moved 59,000 gallons for a total of \$15,641.60. There is a requisition in the system (R15-001442) to cover ICECO expenses. ICECO's expenses should be charged to the fuel handling account (702 3340 E501) Second we contacted a former oil supplier, Coraluzzo, to see if they could help. Coraluzzo was able to supply an additional 83,333 gallons of oil for a total cost of \$178,499.25. As of this writing there is no requisition in the system for the Coraluzzo purchase, however the expense will be charged to the #2 fuel oil account (702 3358 E547) Both of these actions provided about 37 hours of oil burning but more importantly allowed us to start oil burning several days sooner during the worst of the cold snap. Our team worked superbly to overcome this emergency. If you need any additional information please do not hesitate to contact me.

QUOTATION RECORD FORM

Department: EU Generation Employee: Steve August Project: Emergency Fuel oil Unit #11	Item/Service: Requisition #:
Solicited by: <input checked="" type="checkbox"/> Phone <input type="checkbox"/> Letter <input type="checkbox"/> In Person <input type="checkbox"/> Newspaper <input type="checkbox"/> Other	
<input type="checkbox"/> Quote not sought <input type="checkbox"/> Not awarded to the lowest price	
) Statement of explanation on reverse side.)	
VENDOR: EISCO Contact Person: Jeff Thorne Phone # 732-442-5152 Price: \$15,641.60 Special Terms: _____	Response: _____ (Time/Method): _____ Delivery: _____ Date: _____
VENDOR: Clean Venture Contact Person: Jeff Leffler Phone # (856) 863-8778 Price: Unavailable Special Terms: _____	Response: _____ (Time/Method): _____ Delivery: _____ Date: _____
VENDOR: SJ Transportation Contact Person: John Lightfoot Phone # (856) 769-2742 Price: Unavailable Special Terms: _____	Response: _____ (Time/Method): _____ Delivery: _____ Date: _____
Requisition Issued To: Cost: PO Number:	Terms: Comments:
Solicitation performed by or under the supervision of:	
Approved by Dept. Head _____	(Date) _____
Purchasing Agent _____	(Date) _____

Note: If vendor is not quoting, list reasons.

EISCO-NJ
ENVIRONMENTAL
INDUSTRIAL
SERVICES CORP.
OF NEW JERSEY

February 18, 2015

Vineland Municipal Electric Utility
211 N. West Avenue
P.O. Box 1508
Vineland, NJ 08360

Attn: Mr. Steve August

Re: Liquid Vacuum Truck Services

Dear Mr. August:

Environmental Industrial Services Corporation of New Jersey (EISCO-NJ) appreciates the opportunity to submit this proposal to City of Vineland, for the liquid vacuum truck services at your property located in Vineland, New Jersey. The information provided in our February 18, 2015 conversation will be the basis for the terms and the conditions used to formulate this proposal.

EISCO-NJ is an environmental and industrial waste management firm with experience in all aspects of environmental contracting, including remediation, UST/AST cleaning and closure, high pressure water blasting, wet/dry power vacuuming, plant closures, sewer jetting and video inspection, emergency response, transportation and disposal. EISCO-NJ has the technical expertise, equipment, manpower and facilities required to successfully meet your project needs.

All EISCO-NJ employees working on this project have a minimum of forty (40) hours training, as mandated by the Occupational Safety and Health Administration (OSHA) 29 CFR 1910.120. In addition, personnel are monitored annually in EISCO-NJ's medical surveillance program.

EISCO-NJ will supply all personnel, materials, equipment and documentation required to complete this turnkey project.

EISCO-NJ is aware of and adheres to all federal, state and local laws and ordinances. EISCO-NJ, in conjunction with a network of select disposal facilities form an environmental service group capable of solving and eliminating most environmental and industrial problems.

Delaware * **New Jersey** * **New York** * **Pennsylvania**
43 New Brunswick Avenue Unit 3 Hopelawn, New Jersey 08861 (732)-442-5152 Fax (732)-442-3331

SCOPE OF WORK

EISCO-NJ will provide a liquid vacuum truck with operator to vacuuming out Virgin Fuel Oil from one tank and transport the product to another tank approximately 2 miles away.

ESTIMATED PROJECT PRICE

Based on the information provided and our experience with projects of similar scope, EISCO-NJ estimates this project to be completed using the following prices. Should any new or different information become available once on site, EISCO-NJ may require a change order.

Liquid Vacuum Truck with Operator @ \$1,700.00/ per 12 hour shift x est 6 shifts	\$10,200.00
Mobilization / Demobilization of Each Truck @ \$500.00	\$ 1,000.00
Laborer Per Shift @ \$520.00 x 6 shifts	\$ 3,120.00
Utility Vehicle @ \$120.00/ shift x 6 shifts	\$ 720.00
	\$15,040.00
4% Insurance Surcharge	\$ <u>601.60</u>
<i>Estimated Project Cost</i>	<i>\$15,641.60</i>

PROJECT ASSUMPTIONS

- All work will be performed under the direct Supervision of Vineland.
- All work will be performed Monday through Friday 12 hr shifts.
- This proposal was written using non-union/non prevailing wage labor.

This quotation assumes that the work will be performed essentially without interruption. Delays, which are not the fault of EISCO-NJ, may be subject to a change order.

EISCO-NJ will make every reasonable effort to complete the specified according to set schedules and time estimates provided. However, we are not liable for adherence to schedules and performances due to circumstances beyond our control including, but not limited to, accidents, fire, labor disputes, adverse weather, transportation delays, and failure of sources to provide goods and/or services or acts of God.

It should also be emphasized that this estimate contains no provisions for federal, state or local taxes, if applicable.

The prices listed are good for 60 days. Payments will be due on a net 30-day basis upon the receipt of monthly invoices. Please be advised that no laboratory data or waste disposal documents will be released without payment in full for services rendered. Our on-site personnel will complete a daily worksheet, which will supply specific quantities and units of manpower, equipment, materials and supplies, freight and disposal on a per day basis. This worksheet is verified by EISCO-NJ's on-site personnel and submitted to you for verification.

EISCO-NJ appreciates the opportunity to present this proposal. We sincerely look forward to continuing to provide environmental support for this project. Should you have any questions, please do not hesitate to call me at (732) 442-5152.

Sincerely,

Environmental Industrial Services Corp. of New Jersey (EISCO-NJ)

Jeff Thorne
Operations Manager

Acceptance of Proposal - The above prices, specifications and conditions are satisfactory and are hereby accepted. EISCO-NJ is authorized to do the work as specified. Payment will be made as outlined above.

Signature: _____

Printed Name: _____

Organization: _____

Date: _____

Purchase Order #: _____