ORDINANCE NO. 021-4

AN ORDINANCE AUTHORIZING AN AGREEMENT WITH COLONIAL OIL INDUSTRIES FOR DIESEL AND BIODIESEL FUEL FOR NON-REVENUE VEHICLES

WHEREAS, The City of Chicago Department of Assets Information and Services (“City”), following a publicly-advertised procurement, awarded a contract to Colonial Oil Industries (“Colonial Oil”) for Ultra Low Sulfur Diesel and Biodiesel Fuel for non-revenue vehicles; and

WHEREAS, The City’s contract with Colonial Oil expressly allows other units of local government, including the Chicago Transit Authority (“Authority”), to piggyback on the contract; and

WHEREAS, It is advantageous for the Authority to take advantage of the favorable terms obtained by the City through its competitive procurement process by entering into a contract with Colonial Oil Industries under Requisition No. B21OP02020 for Ultra Low Sulfur Diesel and Biodiesel Fuel for non-revenue vehicles; and

WHEREAS, The Authority’s fuel is stored in the same tanks that the City operates and uses, and having the same vendor as the City ensures product uniformity and accountability in the event that any quality issues arise; and

WHEREAS, The Authority will enter into a separate contract with Colonial Oil that merges the City’s pricing with the Authority’s required terms and conditions; and

WHEREAS, To advertise for bids would serve no useful purpose and would not be in the best interest of the Authority or the public; and

WHEREAS, Staff recommends that the Authority enter into a contract with Colonial Oil pursuant to Section 1.4F of the Authority’s Procurement Policy and Procedures, which provides that competitive bidding is not required for certain joint procurements, including piggybacking; now, therefore:

BE IT ORDAINED BY THE CHICAGO TRANSIT BOARD OF THE CHICAGO TRANSIT AUTHORITY:

SECTION 1. Based on the statements set forth in the recitals of this ordinance, the Chicago Transit Board hereby approves entry into a contract through a piggyback on the City’s contract with Colonial Oil Industries.
SECTION 2. The Vice Chair of the Board, or her designee, pursuant to Section 7 of the Chicago Transit Authority Bylaws, Rules and Regulations and Rules of Order due to the absence of a Board Chair, and the President of the Authority and the Vice President of Purchasing and Supply Chain or their designees, are hereby authorized to execute a contract with Colonial Oil Industries for Ultra Low Sulfur Diesel and Biodiesel Fuel for Authority non-revenue vehicles from February 1, 2021 through May 25, 2025 with three (3) unfunded one-year options for a not-to-exceed amount of Two Million Eight Hundred Fifty Thousand Dollars ($2,850,000.00).

SECTION 3. The Vice Chair, President, and Vice President of Purchasing and Supply Chain, or their designees, are further authorized to take such actions and execute such documents as may be necessary to implement the objectives of this ordinance.

SECTION 4. This ordinance shall be in full force and effect from and after its passage.

APPROVED:  

_________________________  
Vice Chair  
January 13, 2021  

PASSED:  

_________________________  
Assistant Secretary  
January 13, 2021