

Contract Description: EVo6o3 Compressed Natural Gas (CNG) Vehicle Station

Ordinance: 241101

1/7/2025

TIO Committee





The Initial Term of this Agreement with Clean Energy CA Corp., commenced December 15, 2014, and ends on the tenth (10th) anniversary of the date Compressed Natural Gas (CNG) was first dispensed to the City; December 14, 2024 (the "Commencement Date").

Amendment

- The City and Clean Energy agree to amendment this Agreement for up to five (5) additional one-year terms after the Initial Term.
- There are no MWBE goals on this project since the contract is for goods (CNG) only.



Buyout Option.

- a. The City and Clean Energy have mutually agreed to amend this Agreement for an additional five (5) one-year terms.
- If the City terminates the Agreement before the end of the five (5) one-year renewals, the City shall be entitled to purchase the Station for the depreciated book value of the Station, based on a five (5) year straight line depreciation, as set forth in Exhibit 6, which includes the Cold Weather Package set forth in Exhibit 6A.
- If the City exercises all five one-year options, the City shall own the CNG Vehicle Fueling Station at 5300 Municipal and CE shall transfer title to the CNG Vehicle Fueling Station including but not limited to all equipment and infrastructure at no cost to the City and CE shall be entitled to no additional compensation for such transfers.
- Clean Energy shall design and install the Cold Weather Package that is valued at \$77,426.00 in accordance with all applicable laws and contract requirements and as set forth in Exhibit 6A and shall not be compensated additionally for this service.



150

378,732.39

Month of Stipulated Monthly Month of Stipulated Monthly contract buyout contract buyout 757,464.78 151 366,107.98 120 **now** 121 744,840.37 353,483.56 152 122 732,215.95 153 340,859.15 123 719,591.54 154 328,234.74 124 706,967.13 155 315,610.33 125 694,342.72 156 302,985.91 126 157 681,718.30 290,361.50 127 277,737.09 669,093.89 158 128 656,469.48 159 265,112.67 129 643,845.06 252,488.26 160 130 631,220.65 239,863.85 161 131 618,596.24 162 227,239.43 132 605,971.82 163 214,615.02 133 164 593,347.41 201,990.61 134 580,723.00 165 189,366.20 135 568,098.59 166 176,741.78 136 167 555,474.17 164,117.37 137 542,849.76 168 151,492.96 138 530,225.35 169 138,868.54 139 517,600.93 170 126,244.13 140 171 113,619.72 504,976.52 141 492,352.11 172 100,995.30 142 173 88,370.89 479,727.69 143 467,103.28 174 75,746.48 144 454,478.87 175 63,122.07 145 441,854.46 176 50,497.65 146 429,230.04 177 37,873.24 147 416,605.63 25,248.83 178 148 403,981.22 179 12,624.41 180 (At the end 149 391,356.80 0.00 of 5 yrs)

Exhibit 6 Five (5) year Station Buyout schedule that includes the cost of the Cold Weather Package



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CE shall install the Cold Weather Package on all compressors so that the Compressors operate efficiently at the temperature **Exhipsi**tion forty degrees Fahrenheit (-40 degrees Fahrenheit). A Cold Weather Package on a compressor is a set of modifications or additional components designed to enable the compressor to operate reliably in extremely cold temperatures. These modifications are crucial to prevent issues like:

Oil thickening: Low temperatures can cause the compressor oil to thicken, making it difficult to circulate and reducing lubrication.

Electrical component failure: Cold weather can affect the performance of electrical components, leading to malfunctions.

Water condensation and freezing: Moisture in the air can condense and freeze within the compressor, causing damage.

Common components of a cold weather package:

Heaters: These can be used to heat the oil sump, electrical enclosure, and other critical components to maintain optimal operating temperatures.

Insulation: Insulating components can help to retain heat and prevent heat loss. **Specialized lubricants:** Low-temperature lubricants can help to ensure proper lubrication in cold conditions.

Modified electrical components: These components may be designed to withstand colder temperatures.



Questions?