



**ADMINISTRATIVE & FINANCE COMMITTEE**  
**THURSDAY, JANUARY 15, 2015 – 8:00 A.M.**  
**OMNITRANS METRO FACILITY**  
**1700 WEST 5TH STREET**  
**SAN BERNARDINO, CA 92411**

The meeting facility is accessible to persons with disabilities. If assistive listening devices or other auxiliary aids or Limited English Proficiency services are needed in order to participate in the public meeting, requests should be made through the Recording Secretary at least three (3) business days prior to the Committee Meeting. The Recording Secretary’s telephone number is 909-379-7110 (voice) or 909-384-9351 (TTY), located at 1700 West Fifth Street, San Bernardino, California. If you have comments about items on the agenda or other general concerns and are not able to attend the meeting, please mail them to Omnitrans at 1700 West Fifth Street, San Bernardino, California, Attention Board Secretary. Comments may also be submitted by email to [BoardSecretary@omnitrans.org](mailto:BoardSecretary@omnitrans.org).

**A. CALL TO ORDER**

1. Pledge of Allegiance
2. Roll Call

**B. ANNOUNCEMENTS/PRESENTATIONS**

1. Next Committee Meeting: Thursday, February 12, 2015, 8:00 a.m.  
Omnitrans Metro Facility Board Room

**C. COMMUNICATIONS FROM THE PUBLIC**

This is the time and place for the general public to address the Board for items that are not on the agenda. In accordance with rules applicable to meetings of the Administrative & Finance Committee, comments on items not on the agenda and on items on the agenda are to be limited to a total of three (3) minutes per individual.

**D. POSSIBLE CONFLICT OF INTEREST ISSUES**

Disclosure – Note agenda items contractors, subcontractors and agents, which may require member abstentions due to conflict of interest and financial interests. Board Member abstentions shall be stated under this item for recordation in the appropriate item.

N/A

**E. DISCUSSION ITEMS**

- |  |    |
|--|----|
| 1. Approve Administrative & Finance Committee Minutes – November 13, 2014  | 2  |
| 2. Recommend to Board of Directors, Receive and File Construction Progress Report No. 33 through December 23, 2014 - sbX E Street Corridor BRT Project | 6  |
| 3. Receive and File Omnitrans’ Director of Finance Report on Forward Fuel Purchases for November 2014  | 18 |
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**F. ADJOURNMENT**



1700 W. Fifth St.  
San Bernardino, CA 92411  
909-379-7100  
www.omnitrans.org

ITEM #           E1          

**ADMINISTRATIVE & FINANCE COMMITTEE  
MINUTES, NOVEMBER 13, 2014**

**A. CALL TO ORDER**

Committee Chair Ed Graham called the regular meeting of the Administrative and Finance Committee to order at 8:00 a.m., Thursday, November 13, 2014.

1. Pledge of Allegiance
2. Roll Call

**Committee Members Present**

Mayor Ed Graham, City of Chino Hills – Committee Chair  
Mayor Paul Eaton, City of Montclair  
Council Member Frank Gonzales, City of Colton  
Mayor Ray Musser, City of Upland  
Mayor Pro Tem John Roberts, City of Fontana  
Mayor Walt Stanckiewicz, City of Grand Terrace  
Mayor Pro Tem Alan Wapner, City of Ontario  
Mayor Carey Davis, City of San Bernardino

**Committee Members Not Present**

Council Member Dick Riddell, City of Yucaipa

**Omnitrans Administrative Staff Present**

P. Scott Graham, CEO/General Manager  
Sam Gibbs, Director of Internal Audit Services  
Jennifer Sims, Director of Procurement  
Don Walker, Director of Finance  
Jeremiah Bryant, Service Planning Manager  
Ray Maldonado, Employee Relations Manager  
Maurice Mansion, Treasury Manager

**B. ANNOUNCEMENTS/PRESENTATIONS**

The next Committee Meeting is scheduled Thursday, December 11, 2014, at 8:00 a.m.

**C. COMMUNICATIONS FROM THE PUBLIC**

There were no comments from the public.

**D. POSSIBLE CONFLICT OF INTEREST ISSUES**

There were no conflict of interest issues identified.

**E. DISCUSSION ITEMS**

1. Approve Administrative & Finance Committee Minutes – October 9, 2014

M/S (Eaton/Stanckiewicz) that approved the Committee Minutes of October 9, 2014. Motion was unanimous by Members present.

2. Recommend to Board of Directors, Receive and File Construction Progress Report No. 32 through October 28, 2014 - sbX E Street Corridor BRT Project

CEO/General Manager Scott Graham presented the Construction Progress Report No. 32 for the period through October 28, 2014.

Substantial completion of the Vehicle Maintenance Facility (VMF) should be by February-March, with closeout anticipated by August 2015. Buildings B & C are being erected at this time, which are the fueling facility and the bus wash building.

In response to Board Chair Wapner's question, CEO/General Manager Graham confirmed that the method of delivery of the gas, whether by pipeline or tanks, will not make a difference in the construction project.

Recent Corridor activities include synchronization for the timing, and the Tenth to Highland project. FTA will not green-light additional activities for the Tenth to Highland project until we are closer to completion of the VMF. Bids are due by November 24, and are good for 120 days.

Regarding the E Street Corridor, Scott will be going out with the Vice President of Griffith, accompanied by City of San Bernardino engineers, on November 19 to go through the Punch List in order to resolve disputes with the Joint Venture and release final payment.

In response to Committee Chair Graham's question about what happens to the \$4M of retention, CEO/General Manager Graham reported that it may have to be returned to the

Federal government, but staff is keeping a close eye on the remaining dollars to see if they can be used elsewhere in the project. The Committee suggested that Omnitrans look into whether any remaining monies could be used for the gas conversion and also to explore ideas on how to acknowledge the Joint Venture team for their safety record on the project.

This item was received by the Committee and will be forwarded to the Board of Directors for receipt and file.

Committee Member Carey Davis arrived at 8:04 a.m., and Committee Member Frank Gonzales arrived at 8:05 a.m.

3. Receive and File Omnitrans' Director of Finance Report on Forward Fuel Purchases for October 2014.

Director of Finance Donald Walker reported a \$960 gain in October 2014. In total, we have made \$1,515 thus far from the two months of the project. At the end of the last Forward Fuel Purchase program, we had received a gain of about \$74,000 for the 29 months of the program. As we move into the colder months of the season, it is anticipated that the price of CNG will increase as the demand increases and supply decreases.

This is a receive and file item.

4. Consider Recommending to Board of Directors, Adoption of Rosenberg's Rules of Order.

Board Chair Wapner reported that this item is presented at the suggestion of Supervisor Janice Rutherford, who recommended that Omnitrans review and consider adopting Rosenberg's Rules of Order which simplifies methods of conducting meetings as laid out in Robert's Rules of Order.

M/S (Eaton/Roberts) to recommend to the Board of Directors, adoption of Rosenberg's Rules of Order as the official rules of procedure for conducting Board and Board Committee Meetings. Motion was unanimous by Members present.

5. Adopt Proposed 2015 Committee Meeting Schedule

M/S (Eaton/Roberts) that adopted the Proposed 2015 Committee Meeting Schedule. Motion was unanimous by Members present.

## **F. ADJOURNMENT**

The Administrative and Finance Committee meeting adjourned at 8:13 a.m. The next Administrative and Finance Committee Meeting is scheduled Thursday, December 11, 2014 at 8:00 a.m., with location posted on the Omnitrans website and at Omnitrans' San

Bernardino Metro Facility.

Prepared by:

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Christine Vega, Administrative Secretary



1700 W. Fifth St.  
San Bernardino, CA 92411  
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ITEM #           E2          

**DATE:** January 15, 2015

**TO:** Committee Chair Ed Graham and  
Members of the Administrative & Finance Committee

**THROUGH:** P. Scott Graham, CEO/General Manager

**FROM:** Andres Ramirez, Program Manager

**SUBJECT:** **CONSTRUCTION PROGRESS REPORT NO. 33 THROUGH  
DECEMBER 23, 2014 - sbX E STREET CORRIDOR BRT PROJECT**

**FORM MOTION**

Receive and recommend to the Board of Directors for receipt and file Construction Progress Report No. 33 for the sbX E Street Corridor BRT Project through December 23, 2014.

**BACKGROUND**

This is Construction Progress Report No. 33 for the sbX E Street Corridor Project.

**CONCLUSION**

Receive and recommend to the Board of Directors for receipt and file Construction Progress Report No.33 for the sbX E Street Corridor BRT Project through December 23, 2014.

PSG:AR

Attachment



**sbX E Street Corridor Bus Rapid Transit (BRT) Project**

**Construction Progress Report No. 33**

**December 23, 2014**

**Submitted By:**

**JACOBS**

Contractor:	SBX Corridor - Griffith/Comet VMF – USS Cal Builders
Contractor Contract No.:	IPMO11-5
Project Manager:	Roger Hatton, P.E.
Omnitrans Program Manager:	Andres Ramirez



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  - A. Vehicle Maintenance Facility (VMF)
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- V. Project Budget and Cost
- VI. Change Orders and Claims
  - A. VMF Change Orders
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  - A. Vehicle Maintenance Facility (VMF) Photos



## I. PROJECT STATUS SUMMARY

### A. Project Description

The sbX E Street Corridor BRT Project is a 15.7-mile-long transit improvement project that will connect the northern portion of the City of San Bernardino with the City of Loma Linda. Over the past four years, the sbX E Street Corridor Bus Rapid Transit (BRT) Project has evolved as the highest priority corridor identified in the System-Wide Transit Corridor Plan for the San Bernardino Valley.

The project consists mainly of three components, the E Street Corridor, the purchase of 60' articulated buses, and the modifications to the Vehicle Maintenance Facility. While the buses have been procured and the E Street Corridor is in operation, work continues on the Vehicle Maintenance Facility.

### B. Summary Status Update (Accomplishments)

#### E Street Corridor:

- Conducted outstanding items walk through with City and Contractor in an effort to identify the last remaining items needed for Final acceptance.
  - Final punch list items being repaired
  - Waivers received
  - Outstanding Warranty documents received
- 10<sup>th</sup> to Highland bid package remains out to bid.
- Contract issued to PA System design firm and we are awaiting execution.
- Received materials for the delineators along the dedicated bus lanes.

#### Vehicle Maintenance Facility:

##### Maintenance Building A

- Bays 5-8 are substantially complete and have been turned over to Omnitrans for use. Close-out documentation is in progress.  
Slab-on-grade is complete.

##### Bus Wash Facility Building B

- Slab-on-grade is complete.
- CMU Wall installation is complete.
- Installation of Structural Steel Metal Framing is complete.

##### Vacuum and Fuel Facility Building C

- Installation of spread footings are complete.
- All island concrete installation is complete.

##### Back-Up Generator E

- Generator Concrete slab pad is completed.
- Back-up Generator delivered on site.
- Back-up Generator installation is complete.
- Back-up Generator panel cabinet is complete.

##### Site Work

- All sewer, storm drain, and manhole installation is complete.
- All site sub-grading is complete.

## C. Upcoming Work (January 2015)

### E Street Corridor:

- Achieve final acceptance of the project.
- Execute agreement for and commence design of PA System.
- Receive bids for 10<sup>th</sup> through Highland.
- Install delineators.
- Commence design of settlement work at World Oil.

### Vehicle Maintenance Facility:

#### Maintenance Building A

- Achieve substantial completion for Paint Booth, Dyno Room, and Battery Room which are awaiting change order work.

#### Bus Wash Facility Building B

- Continue installation of conduits and wiring for Mechanical, Electrical, Plumbing, compress air and HVAC.
- Install steel roof decking.
- Install the Bus Wash Equipment and connection of the System functions (i.e. plumbing, electrical, and controls).
- Installation of skylights.
- Installation of roof membrane system.

#### Vacuum and Fuel Facility Building C

- Complete installation of CMU Wall and pore core grout.
- Install Structural Steel roof framing.
- Install Decking.
- Installation of all of overhead rough-ins for Mechanical, Electrical, Plumbing, and HVAC.
- Pour Slab on Grade.

#### Back-Up Generator E

- Complete installation and pull wiring for the Back-up Generator.

#### Sitework

- Install the 10,000 gallon fuel tank pad

## II. PROJECT SCHEDULE

The work at the Vehicle Maintenance Facility appears to have stabilized due to the concentrated efforts of the CM Services team and Omnitrans' staff. The corridor work is complete and revenue service achieved as planned. All changes and time extensions for the corridor have been negotiated and closed out. Following is the schedule status update as it pertains to the VMF:

### A. Summary of Project Schedule – Vehicle Maintenance Facility (VMF)

The December 2014 (UP 13) was submitted by the Contractor on December 22, 2014.

The schedule update shows the projected schedule for Substantial and Final Completion dates of April 27, 2015 and June 26, 2015, respectively. Currently, the CM is reviewing the latest schedule submission.

Claims for Time Impact Evaluations (TIE) submitted and have the following status:

- Claim No. 1 – TIE No. 1 – Impacts to completion of Temporary Fuel Island (Building D) – COR 37 - submitted on October 28, 2013; Agency response issued January 29, 2014 granted an extension of 108 calendar days: 55 CD deemed concurrent; excusable & non-compensable and 53 CD deemed excusable & compensable, resulting in revised Substantial and Final Completion dates of March 27, 2014 and May 26, 2014, respectively.
- Claim No. 2 – TIE No. 2 – Backfill of UST's – COR 117, the Agency granted an extension of 50 calendar days: 11 CD excusable and non-compensable and 39 CD excusable and compensable, resulting in revised Substantial and Final Completion dates of May 16, 2014 and July 15, 2014.
- Claim No. 3 – TIE No. 3 – Contaminated Soil At Bldg. B – COR 110, the Agency granted an extension of 43 CD of excusable and compensable, resulting in revised Substantial and Final Completion dates of June 28, 2014 and August 27, 2014.
- Claim No. 4 – TIE No. 4 – Additional clarification and claim from TIE 1 unilateral : COR 37A – the Agency granted an extension of 36 calendar days: 6 CD excusable Omnitrans sbX E Street Corridor Bus Rapid Transit (BRT) Project Contract No.: PLN09-215 and non-compensable and 30 CD of excusable and compensable, resulting in revised Substantial and Final Completion dates of August 8, 2014 and October 7, 2014.
- Claim No. 7 – TIE No. 5 – Delay associated with the relocation of the CNG Buffer Tank. The Contractor submitted this claim on October 3, 2014. The Contractor is requesting 60 calendar days of extension. Currently the Agency is reviewing and analyzing TIE No. 5. The Agency will meet with the Contractor to discuss their review and analysis on January 6, 2015.
- TIE Nos. 6, 7, and 8 were submitted in draft form to the Agency on December 15, 2014 and are under preliminary review. The Agency will meet with the Contractor to discuss their review and analysis on January 6, 2015.

### III. REQUESTS FOR INFORMATION (RFIs), SUBMITTALS, AND NON-CONFORMANCE REPORTS (NCRs)

#### Vehicle Maintenance Facility (VMF)

To date, the CM team has met the required timelines and no delay has come about as a result of submittal and RFI responses.

Total RFIs – 250  
Total Open – 1

Total Submittals – 384  
Total Open – 1

Total NCRs – 14  
Total Open – 3

**IV. SAFETY**

The project team considers safety to be the utmost priority. As such, the entire project team works towards a “no-lost time” goal on a daily basis.

VMF - As of December 15, 2014 there have been 45,000 “no-lost time” hours.

**V. PROJECT BUDGET AND COST****TOTAL PROGRAM BUDGET  
BUDGET AS OF NOVEMBER 30, 2014**

Approved Budget	\$191,706,000
Cost to Date	\$166,808,060
Estimate to Complete	\$ 21,097,199
Estimate at Completion	\$187,905,259

**VMF CORRIDOR PROJECT COSTS - AS OF NOVEMBER 30, 2014**

	CURRENT AUTHORIZED	CURRENT INVOICES PAID	REMAINING CONTRACT BALANCE
<b>STV Inc.</b>	\$1,418,132	\$1,343,308	\$74,824
<b>USS Cal Builders</b>	\$14,498,152	\$8,073,722	\$6,424,430
<b>Total</b>	\$15,916,284	\$9,417,030	\$6,499,254

**VMF CONTRACT TIME**

Activity	Days	Date
Notice to Proceed		12/10/12
Calendar Days per Original Contract	425	02/08/14
CCO Time Extension to Date	237	
Total Revised Contractual Time	663	10/7/14
Calendar Days Completed as of December 15, 2014	734	
Required Completion Days as of December 15, 2014	193	10/8/14
Forecasted Final Completion as December 15, 2014		6/26/15
Percent Time Elapsed	111%	

**CHANGE ORDERS****VMF CONTRACT CHANGE ORDERS - As of November 24, 2014**

<b>Change Order Status</b>	<b>Amount</b>
Approved Change Orders	\$2,497,951
Pending Change Orders	\$119,938
Potential Change Orders	\$450,000
<b>Total</b>	<b>\$3,067,889</b>

**Note: Currently, pricing for Potential Change Orders are estimated based on Rough Order of Magnitude pending designer plans or final submittal of pricing by the Contractor.**

## VI. Project Photographs

### VMF PROGRESS PHOTOS



**Building C – Removal of forms at stem walls.**



**Placement of Generator on the Generator Pad.**



**Construction of CMU Wall**



**City Inspector signing off the rough-in underground plumbing**

**IPMO/sbX Project Cost Report  
Period Ended 11/30/14**

Description	Current Budget	Approved Current Budget	Committed		Expenditures		Remaining Budget	Estimate to Complete	Estimate at Completion	Budget Forecast
				%	\$	%				
BRT Construction	\$ 84,637,000	\$ 84,637,000	\$ 79,717,096	94.2%	\$ 79,686,845	94.2%	4,950,155	\$ 9,893,768	\$ 89,580,613	\$ 4,943,613
Maintenance Facility (VMF)	\$ 8,131,000	\$ 8,131,000	\$ 12,694,798	156.1%	\$ 8,073,722	99.3%	57,278	\$ 7,082,909	\$ 15,156,631	\$ 7,025,631
Vehicles - Design & Manufacturing	\$ 16,628,000	\$ 16,628,000	\$ 16,127,715	97.0%	\$ 15,008,409	90.3%	1,619,591	\$ 1,247,306	\$ 16,255,715	\$ (372,285)
ROW Acquisition Services	\$ 10,357,000	\$ 10,357,000	\$ 10,971,135	105.9%	\$ 11,148,476	107.6%	(791,476)	\$ 741,494	\$ 11,889,970	\$ 1,532,970
Design & Relocation	\$ 1,003,000	\$ 1,003,000	\$ 1,106,117	110.3%	\$ 1,039,914	103.7%	(36,914)	\$ 66,203	\$ 1,106,117	\$ 103,117
BRT Design	\$ 17,849,400	\$ 17,849,400	\$ 18,097,876	101.4%	\$ 16,920,294	94.8%	929,106	\$ 488,203	\$ 17,408,497	\$ (440,903)
VMF Design	\$ 1,007,600	\$ 1,007,600	\$ 2,019,659	200.4%	\$ 1,357,708	134.7%	(350,108)	\$ 202,848	\$ 1,560,556	\$ 552,956
Technical & Management Services	\$ 34,020,000	\$ 34,020,000	\$ 39,004,058	114.7%	\$ 33,572,694	98.7%	447,306	\$ 5,381,364	\$ 38,954,058	\$ 4,934,058
Contingency (Construction)	\$ -	\$ -	\$ -	0.0%			-	\$ -		\$ -
<b>SUB-TOTAL</b>	\$ 173,633,000	\$ 173,633,000	\$ 179,738,453	103.5%	\$ 166,808,060		6,824,940	\$ 25,104,096	\$ 191,912,156	\$ 18,279,156
Unallocated Contingency	\$ 18,073,000	\$ 18,073,000	\$ -	0.0%	\$ -		18,073,000	\$ -	\$ -	\$ (18,073,000)
<b>TOTAL</b>	\$ 191,706,000	\$ 191,706,000	\$ 179,738,453	93.8%	\$ 166,808,060	87.0%	24,897,940	\$ 25,104,096	\$ 191,912,156	\$ 206,156



**IPMO/sbX Expenditures  
Period Ended 11/30/14**

Standard Cost Category (SCC)	Description	PCGA Budget (\$000s)	Current Budget (\$000s)	Expenditures (\$000s)	% of PCGA Budget	% of Current Budget
10	Guideway & Track Elements (Route Miles)	\$17,984	\$19,725	\$18,318	101.9%	92.9%
20	Stations, Stops, Terminals & Intermodal (number)	\$17,201	\$14,917	\$14,141	82.2%	94.8%
30	Support Facilities, Yards, Shops, Admin. Bldgs.	\$5,370	\$8,131	\$8,074	150.3%	99.3%
40	Sitework and Special Conditions	\$35,610	\$34,271	\$27,620	77.6%	80.6%
50	Systems	\$19,985	\$16,727	\$20,647	103.3%	123.4%
	<b>Subtotal (10-50)</b>	<b>\$96,150</b>	<b>\$93,771</b>	<b>\$88,800</b>	<b>92.4%</b>	<b>94.7%</b>
60	ROW, Land, Existing Improvements	\$6,532	\$6,532	\$6,115	93.6%	93.6%
70	Vehicles ( number)	\$16,628	\$16,628	\$15,008	90.3%	90.3%
80	Professional Services	\$58,365	\$56,702	\$57,100	97.8%	100.7%
90	Unallocated Contingency	\$14,030	\$18,073	\$0	0.0%	0.0%
	<b>Subtotal (10-90)</b>	<b>\$191,706</b>	<b>\$191,706</b>	<b>\$167,025</b>	<b>87.1%</b>	<b>87.1%</b>
100	Financing Costs	\$0	\$0	-	0.0%	0.0%
	<b>Total</b>	<b>\$191,706</b>	<b>\$191,706</b>	<b>\$167,025</b>	<b>87.1%</b>	<b>87.1%</b>

ITEM #           E3          

**DATE:** January 15, 2015

**TO:** Committee Chair Ed Graham and  
Members of the Administrative and Finance Committee

**THROUGH:** P. Scott Graham, CEO/General Manager

**FROM:** Donald Walker, Director of Finance

**SUBJECT: OMNITRANS' DIRECTOR OF FINANCE REPORT ON FORWARD  
FUEL PURCHASES FOR NOVEMBER 2014**

**FORM MOTION**

Receive and file the Director of Finance's report on Omnitrans' current Forward Fuel Purchase Program for November 2014. This program was implemented on July 31, 2014, continuing our efforts to increase the predictability of costs and reduce operational uncertainty in the event of dramatic fuel price increases in the open market.

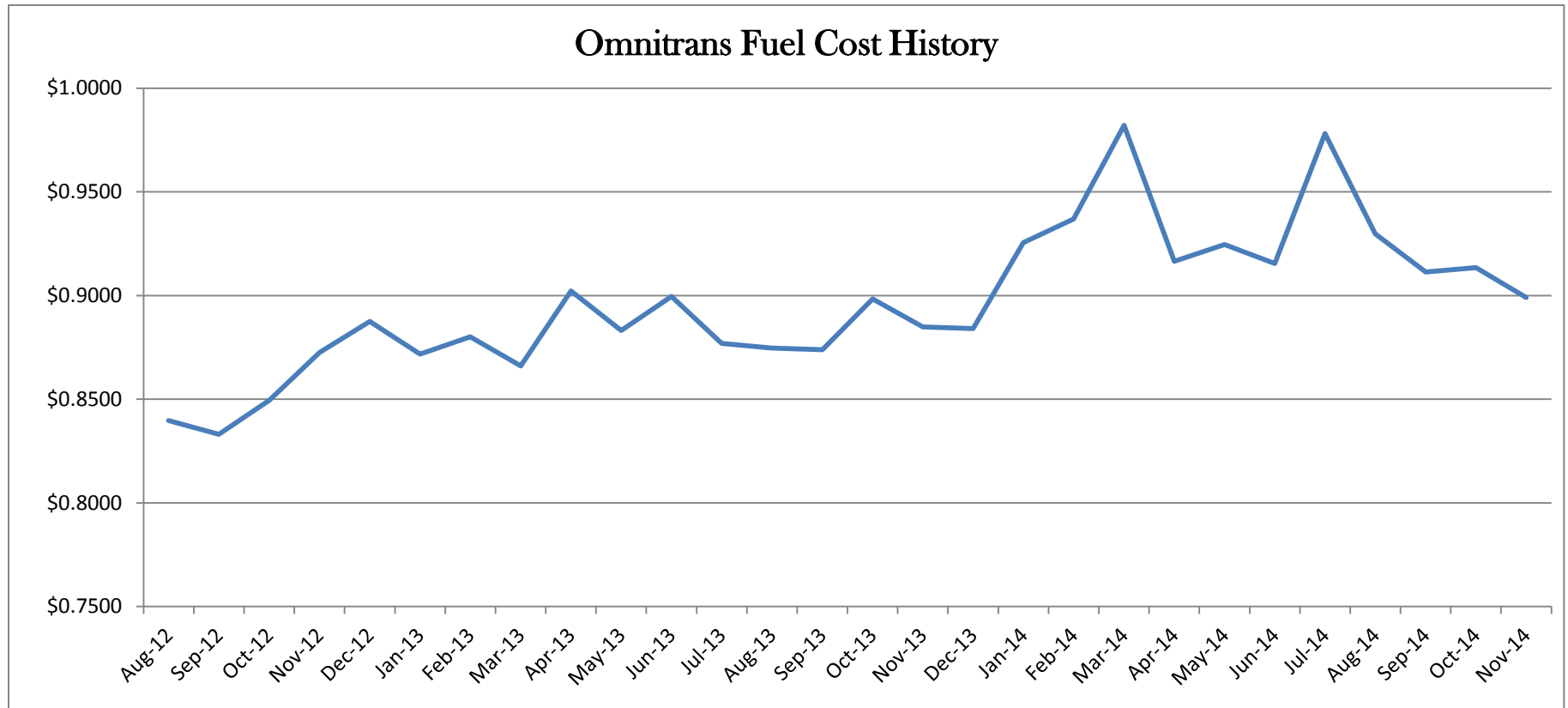
**BACKGROUND**

This report is submitted in order to comply with the requirements of the Omnitrans Forward Fuel Purchase Policy and Procedure. The Board of Directors authorized staff to continue with the hedge program when the price is at or below \$0.92 per gallon. The current hedge fixes the price of approximately 47% of the Agency's natural gas through August 2015 at \$0.91 per gallon.

The November 2014 contract closed \$0.192 below the hedge price. Omnitrans will record a loss of \$2,880 on its futures position for the month of November. This loss will be added to the fuel costs for the month that will be reflected in the Agency's Monthly Expense Summary.

The net price used for Omnitrans' November 2014 fuel purchase was \$0.8990 per gallon. This includes CNG at the So Cal Index price, the gain/loss on the hedge position, liquefaction, delivery, and sales tax. (Note: We do not hedge the index differential. The gain on the hedge is based on the Henry Hub index. Clean Energy prices our deliveries off the SoCal index. In November, the SoCal Index settled slightly below Henry Hub by 0.192.) This price is after recognition of the monthly loss on the hedge position in the amount of \$2,880.

PSG:DW



ITEM #           E4          

**DATE:** January 15, 2015

**TO:** Committee Chair Ed Graham and  
Members of the Administrative and Finance Committee

**THROUGH:** P. Scott Graham, CEO/General Manager

**FROM:** Donald Walker, Director of Finance

**SUBJECT: OMNITRANS' DIRECTOR OF FINANCE REPORT ON FORWARD  
FUEL PURCHASES FOR DECEMBER 2014**

**FORM MOTION**

Receive and file the Director of Finance's report on Omnitrans' current Forward Fuel Purchase Program for December 2014. This program was implemented on July 31, 2014, continuing our efforts to increase the predictability of costs and reduce operational uncertainty in the event of dramatic fuel price increases in the open market.

**BACKGROUND**

This report is submitted in order to comply with the requirements of the Omnitrans Forward Fuel Purchase Policy and Procedure. The Board of Directors authorized staff to continue with the hedge program when the price is at or below \$0.92 per gallon. The current hedge fixes the price of approximately 47% of the Agency's natural gas through August 2015 at \$0.91 per gallon.

The December 2014 contract closed \$0.362 above the hedge price. Omnitrans will record a gain of \$5,430 on its futures position for the month of December. This gain will offset the fuel costs for the month that will be reflected in the Agency's Monthly Expense Summary.

The net price used for Omnitrans' December 2014 fuel purchase was \$0.9502 per gallon. This includes CNG at the So Cal Index price, the gain/loss on the hedge position, liquefaction, delivery, and sales tax. (Note: We do not hedge the index differential. The gain on the hedge is based on the Henry Hub index. Clean Energy prices our deliveries off the SoCal index. In December, the SoCal Index settled above the Henry Hub by \$0.248.) This price is after recognition of the monthly gain on the hedge position in the amount of \$5,430.

PSG:DW

