



TOWN OF LOOMIS  
3665 Taylor Road  
P.O. Box 1330  
Loomis, CA 95650  
(916) 652-1840

3/29/2022

**ATTN:** All Prospective Bidders  
**PROJECT:** On-Call Material Hauling  
**SUBJECT:** **ADDENDUM NO. 1**

This Addendum is being issued to make the following changes or clarifications to the Bid Proposal.

**Escalation Clause:**

Given the current volatility in fuel prices and the Town’s desire to have a longer-duration contract, an escalation clause is being introduced into the contract so as to eliminate the risk associated with inflation and rising fuel costs.

A new General Condition #25 shall be included in the Request for Bids as shown below.

- 25. **Escalation Clause.** From the U.S. Energy Information Administration’s website, <https://www.eia.gov/petroleum/gasdiesel/> the California price for diesel as published on Monday March 28, 2022 in the amount of \$6.289 will be used as a baseline. The price of diesel during the week that services are provided will be compared to this baseline to come up with a difference in price. For each \$0.10 movement in the price of diesel, compensation based upon the bidders unit price per ton delivered shall be adjusted 1%. This escalation clause will only be used if the future price of diesel is greater than the baseline price of \$6.289. Should the price of diesel fall below the March 28, 2022 baseline price, no deduction in the bid unit price shall be made.

The Agreement, Item #3 “Compensation”, shall be modified to include reference to the above escalation clause.

**Quantity per Load Clarificaiton:**

The Town will order compost material for hauling by “load”. The load may be as full as the Contractor’s truck legally allows. Payment will be made per ton delivered. According to the material producer, one ton of their compost equals 2.08 cubic yards.

**Acknowledgement:**

Receipt of this Addendum must be acknowledged by bidders by signing and submitting this page with the bid proposal.

\_\_\_\_\_  
Name of Firm

\_\_\_\_\_  
Printed Name of Person Signing

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Date

Prepared by: Merrill Buck, Town Engineer