



Item #12

DATE September 5, 2018

TO GCTD Board of Directors

FROM Reed Caldwell 
Director of Engineering & Construction

SUBJECT **Consider Authorizing the General Manager to Enter an Agreement with Southern California Gas Company for a High Pressure Gas Service at the 1901 Administration & Operations Facility**

SUMMARY

A new high pressure gas service is required for the new GCTD Administration & Operations Facility project located near the intersection of Auto Center Drive and Paseo Mercado in Oxnard, CA. This item recommends the GCTD Board of Directors authorize the General Manager to enter an agreement with Southern California Gas Company upon receipt of the final gas service contract.

BACKGROUND

Southern California Gas Company recently informed GCTD the allowance provided in their utility rate structure that is attributed to the amount of gas GCTD will use in the third year of operation is not sufficient to cover all the construction costs to provide a new high pressure gas service to the new GCTD Administration & Operations Facility project located at 1901 Auto Center Drive.

So Cal Gas estimates the cost of the new high pressure gas service at \$1.25 million. Based on an allowance of approximately \$900,000 the share for GCTD is estimated at \$350,000. A final contract is expected to be provided to GCTD by mid-September 2018. This report recommends authorizing a contract value up to \$450,000 to cover any unanticipated increases that may result from the final values calculated by So Cal Gas.

Once the contract is signed by GCTD then construction of the high pressure gas line from Santa Clara Avenue to the site on Paseo Mercado will begin. Gaining Board of Directors authorization for the General Manager to approve the contract will help with completing the project and limit possible schedule delays.

GOLD COAST TRANSIT DISTRICT

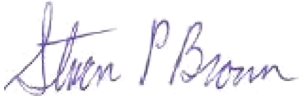
September 5, 2018

Consider Authorizing the General Manager to Enter an Agreement with Southern California Gas Company for a High Pressure Gas Service at the 1901 Administration & Operations Facility
Page 2 of 2

RECOMMENDATION

IT IS RECOMMENDED that the Board of Directors authorize the General Manager to approve an agreement with Southern California Gas Company for up to \$450,000 for the district's share of the construction costs of the high pressure gas service for the 1901 Administration & Operations Facility.

GENERAL MANAGER'S CONCURRENCE



Steven P. Brown
General Manager