



COUNTY OF HUMBOLDT

AGENDA ITEM NO.  
**C-1**

For the meeting of: July 25, 2017

Date: July 10, 2017  
To: Board of Supervisors  
From: Jeff M. Dolf, Agricultural Commissioner/Sealer of Weights & Measures  
Subject: **APPROVAL OF COOPERATIVE AGREEMENT NO. 17-0229-000-SA, PETROLEUM PRODUCTS COMPLIANCE CONTRACT IN THE AMOUNT OF \$4,725.00**

RECOMMENDATION(S):

That the Board of Supervisors:

1. Approve Standard Agreement No. 17-0229-000-SA , known as the Petroleum Products Program Contract with the California Department of Food and Agriculture, and
2. Authorize the Chair to sign the original agreement, one copy of the cover page, and direct the Clerk of the Board to return all copies to the Agriculture Department for further processing, and
3. Grant a waiver from the provisions of the Nuclear-Free Ordinance.

SOURCE OF FUNDING:

California Department of Food and Agriculture (CDFA)

Prepared by [Signature] CAO Approval [Signature]

REVIEW: Auditor [Signature] County Counsel \_\_\_\_\_ Personnel \_\_\_\_\_ Risk Manager \_\_\_\_\_ Other \_\_\_\_\_

TYPE OF ITEM:

Consent

Departmental

Public Hearing

Other \_\_\_\_\_

**BOARD OF SUPERVISORS, COUNTY OF HUMBOLDT**

Upon motion of Supervisor Wilson Seconded by Supervisor Fennell

Ayes Wilson, Fennell, Sundberg

Nays \_\_\_\_\_

Abstain \_\_\_\_\_

Absent Bass, Bohn

PREVIOUS ACTION/REFERRAL:

Board Order No. \_\_\_\_\_  
Meeting of: \_\_\_\_\_

and carried by those members present, the Board hereby approves the recommended action contained in this Board report.

Dated: July 25, 2017  
By: [Signature]  
Kathy Hayes, Clerk of the Board

## DISCUSSION

The waiver from the provisions of the Nuclear-Free Ordinance is requested because the State of California will not modify its Standard Agreements to accommodate local ordinances. The Agricultural Commissioner's Office receives annual subventions from CDFA to offset the local cost of enforcing certain state-mandated programs.

In accordance with the California Business and Professions Code Section 13434 and under the authority of the Secretary of CDFA, county staff under the local direction of the Sealer of Weights & Measures will conduct inspections to verify compliance with regulations governing the advertising and labeling of petroleum products offered for sale at service stations, quick-lube shops and at distributors of engine fuels and oils. Commissioner/Sealer's staff typically conduct petroleum inspections at the same time as they are on-site to conduct retail petroleum device inspections. In FY 2017-18, state funding provided by Cooperative Agreement No. 17-0229-000-SA reimburses Humboldt County \$75.00 per inspection. The total allocation of county inspections of establishments selling or distributing petroleum and other related automotive products shall not exceed the scope of this agreement.

Approval of this agreement is consistent with your Board's Strategic Priority Framework's core role of enforcing laws and regulations to protect residents.

## FINANCIAL IMPACT

In fiscal year 2017-18, Cooperative Agreement No. 17-0229-000-SA provides a total of \$4,725.00 for petroleum products compliance inspections. Payments will be made in arrears to Humboldt County based on invoices submitted quarterly to CDFA by the Agricultural Commissioner's Office. Revenue from Cooperative Agreement No. 17-0229-000-SA will be credited to revenue account no. 1100261-518010, State Aid for Weights and Measures. Agriculture Commissioner revenue and expenditure accounts for FY 2017-18 have been funded in anticipation of this Cooperative Agreement, therefore no supplemental budget accompanies this request.

## OTHER AGENCY INVOLVEMENT

CDFA Division of Measurement Standards

## ALTERNATIVES TO STAFF RECOMMENDATIONS

Board discretion

## ATTACHMENTS

One complete Standard Agreement No. 17-0229-000-SA, and one copy of the cover page

**COOPERATIVE AGREEMENT  
SIGNATURE PAGE**

AGREEMENT NUMBER
<b>17-0229-000-SA</b>

1. This Agreement is entered into between the State Agency and the Recipient named below:

STATE AGENCY'S NAME

**CALIFORNIA DEPARTMENT OF FOOD AND AGRICULTURE (CDFA)**

RECIPIENT'S NAME

**COUNTY OF HUMBOLDT**

2. The term of this Agreement is: July 1, 2017 through June 30, 2018

3. The maximum amount of this Agreement is: \$4,725.00

4. The parties agree to comply with the terms and conditions of the following exhibits and attachments which are by this reference made a part of the Agreement:

Exhibit A: Recipient and Project Information	1 Page
Exhibit B: General Terms and Conditions	2 Pages
Exhibit C: Payment and Budget Provisions	1 Page
Attachments: Scope of Work and Budget	4 Pages

**IN WITNESS WHEREOF, this Agreement has been executed by the parties hereto.**

**RECIPIENT**

RECIPIENT'S NAME (Organization's Name)

COUNTY OF HUMBOLDT

BY (Authorized Signature)



DATE SIGNED (Do not type)

7/25/17

PRINTED NAME AND TITLE OF PERSON SIGNING

Ryan Sundberg, Vice-Chair

ADDRESS

5630 South Broadway Street, Eureka, CA 95503-6905

**STATE OF CALIFORNIA**

AGENCY NAME

**CALIFORNIA DEPARTMENT OF FOOD AND AGRICULTURE (CDFA)**

BY (Authorized Signature)



DATE SIGNED (Do not type)

PRINTED NAME AND TITLE OF PERSON SIGNING

CRYSTAL MYERS, BRANCH CHIEF, OFFICE OF GRANTS ADMINISTRATION

ADDRESS

1220 N STREET, ROOM 120  
SACRAMENTO, CA 95814

NTM

## EXHIBIT A

### RECIPIENT AND PROJECT INFORMATION

- 1 CDFA hereby awards an Agreement to the Recipient for the project described herein  
 The County will inspect service stations, quicklube and oil change shops, and auto service shops for compliance with the Business and Professions Code, Division 5, for petroleum and automotive products advertising and labeling

Project Title Petroleum Products Program

- 2 The Managers for this Agreement are

FOR CDFA		FOR RECIPIENT	
Name	Rebecca Bland	Name	Jeff Dolf
Section/Unit	Measurement Standards / Petroleum Products	Section/Unit	COUNTY OF HUMBOLDT
Address	6790 Florin Perkins Road, Suite 100	Address	5630 South Broadway Street
City/State/Zip	Sacramento, CA 95828-1812	City/State/Zip	Eureka, CA 95503-6905
Phone	(916) 229-3000	Phone	(707) 441-5260
Email Address	rebecca.bland@cdfa.ca.gov	Email Address	jdolf@co.humboldt.ca.us

- 3 The Grant Administrative Contacts for this Agreement are

FOR CDFA		FOR RECIPIENT	
Name	Lea King	Name	Jeff Dolf
Section/Unit	Measurement Standards / Petroleum Products	Section/Unit	County of Humboldt - Agricultural Commissioner
Address	6790 Florin Perkins Road, Suite 100	Address	5630 South Broadway
City/State/Zip	Sacramento, CA 95828-1812	City/State/Zip	Eureka, CA 95503
Phone	(916) 229-3000	Phone	(707) 441-5260
Email Address	lea.king@cdfa.ca.gov	Email Address	agcommissioner@co.humboldt.ca.us
<b>FISCAL CONTACT FOR RECIPIENT (if different from above)</b>			
Name		Sean Quincey	
Section/Unit		County of Humboldt, CAO	
Address		825 5th Street	
City/State/Zip		Eureka, CA 95501	
Phone		(707) 445-7266	
Email Address		squinney@co.humboldt.ca.us	

- 4 **RECIPIENT Please check appropriate box below**

Research and Development (R&D) means all research activities, both basic and applied, and all development activities that are performed by non-Federal entities. The term research also includes activities involving the training of individuals in research techniques where such activities utilize the same facilities as other R&D activities and where such activities are not included in the instruction function.

This award  does  does not support R&D

- 5 For a detailed description of activities to be performed and duties, see Scope of Work and Budget

**EXHIBIT B**  
**GENERAL TERMS AND CONDITIONS**

**1. Approval**

This Agreement is of no force or effect until signed by both parties. The Recipient may not invoice for activities performed prior to the commencement date or completed after the termination date of this Agreement.

**2. Assignment**

This Agreement is not assignable by the Recipient, either in whole or in part, without the consent of the Agreement Manager, in the form of a formal written amendment.

**3. Governing Law**

This Agreement is governed by and must be interpreted in accordance with all applicable Federal and State laws.

**4. Mutual Liability**

Each party hereto agrees to be responsible and assume mutual and proportional liability for its own wrongful or negligent acts of omissions, or those of its officers, agents or employees to the full extent required by law.

**5. Disputes**

The Recipient must continue with the responsibilities under this Agreement during any dispute with the CDFA. In the event of a dispute, the Recipient must file a "Notice of Dispute" with the CDFA Agreement Manager within ten (10) calendar days of discovery of the problem. The Notice of Dispute must contain the Agreement number. Within ten (10) calendar days of receipt of the Notice of Dispute, the Agreement Manager must meet with the Recipient for the purpose of resolving the dispute. In the event of a dispute, the language contained within this Agreement prevails.

**6. Contractors/Consultants**

The Recipient, and the agents and employees of Recipient, in the performance of this Agreement, are not officers, employees, or agents of the CDFA. The Recipient's obligation to pay its contractors is an independent obligation from the CDFA's obligation to make payments to the Recipient. Recipient agrees to comply with all applicable State and local laws and regulations during the term of this Agreement. All contractors/consultants shall have the proper licenses/certificates required in their respective disciplines. The contract shall not affect the Recipient's overall responsibility for the management of the project, and the Recipient shall reserve sufficient rights and control to enable it to fulfill its responsibilities under this Agreement.

**7. Non-Discrimination Clause**

The Non-Discrimination Clause applies to the extent that the requirements therein are applicable to the Federal Government. During the performance of this Agreement, Recipient and its contractors will not unlawfully discriminate, harass, or allow harassment against any employee or applicant for employment because of sex, sexual orientation, race, color, ancestry, religious creed, national origin, physical disability, mental disability, medical condition, age, marital status, and denial family care leave.

The Recipients and contractors will ensure that the evaluation and treatment of their employees and applicants for employment are free from such discrimination and harassment. Recipient and contractors will comply with the provisions of the Fair Employment and Housing Act (Government Code Section 12990 (a-f) *et seq.*) and the applicable regulations promulgated there under (California Code of Regulations, Title 2, Section 7285 *et seq.*). The applicable regulations of the Fair Employment and Housing Commission implementing Government Code Section 12990 (a-f), set forth in Chapter 5 of Division 4 of Title 2 of the California Code of Regulations, are incorporated into this Agreement by reference and made a part hereof as if set forth in full. Recipient and its contractors will give written notice of their obligations under this clause to labor organizations with which they have a collective bargaining unit or other Agreement. The Recipient must include the nondiscrimination and compliance provisions of this clause in all subcontracts to perform work under this Agreement.

**8. Unenforceable Provision**

In the event that any provision of this Agreement is unenforceable or held to be unenforceable, then the parties agree that all other provisions of this Agreement have force and effect and will not be affected thereby.

**9. Excise Tax**

The State of California is exempt from Federal excise taxes and no payment will be made for any taxes levied on employees' wages. The CDFA will pay for any applicable State of California or local sales or use taxes on the services rendered or equipment or parts supplied pursuant to this Agreement. California may pay any applicable sales and use tax imposed by another State.

**10. Right to Terminate**

This Agreement may be terminated by either party hereto upon written notice delivered to the other party at least thirty (30) calendar days prior to the intended date of termination. By such termination, neither party may nullify

obligations already incurred prior to the date of termination. In the event of Termination for Convenience of this Agreement by CDFA, CDFA must pay all responsible costs and non-cancellable obligations incurred by the Recipient as of the date of termination.

**11. Termination for Cause**

Either party reserve the right to immediately terminate this Agreement for cause subject to written notice. However each party will have fifteen (15) calendar days after receipt of the termination notice to cure the breach. If the breach is not cured within fifteen (15) calendar days of receipt of notice, the CDFA shall reimburse the Recipient for all documented costs incurred up to the date of termination, including all non-cancellable obligations.

**12. Reporting Requirements**

The Recipient agrees to complete all reporting requirements listed in Scope of Work.

**13. Publicity and Acknowledgement**

The Recipient agrees that it will acknowledge CDFA's support whenever projects funded, in whole or in part, by this Agreement are publicized in any news media, brochures, publications, audiovisuals, presentations or other types of promotional material. Recipients may not use the CDFA logo.

**14. Property Damage Claims Process**

Should the property owner claim damages arising under, related to or involving this Agreement, the Recipient shall forward the property owner's written request for compensation to the CDFA Agreement Manager. The written request shall be fully supported by factual information. The Agency Secretary or designee will have thirty (30) calendar days after receipt of the written request to render a written decision. If a written decision is not rendered within thirty (30) calendar days after receipt of the request or the property owner disputes the CDFA's decision, the property owner may file a claim with the California Department of General Services.

**15. Force Majeure**

The Recipient shall not be liable for any failure to perform as required by this Agreement, to the extent such failure to perform is caused by any of the following: labor disturbances or disputes of any kind, accidents, failures of any required governmental approval, civil disorders, acts of aggression, acts of God, energy or other conservation measures, failure of utilities, mechanical breakdowns, materials shortages, disease, or similar occurrences.

**16. Amendments**

Changes to Scope of Work, Budget, or the end date, must be requested in writing to the CDFA Agreement Manager via letter, fax or email no later than sixty (60) calendar days prior to the requested implementation date. Any changes to the Scope of Work, Budget, and end date are subject to Agreement Manager approval, and, at its discretion, the Agreement Manager may choose to accept or deny these changes. A formal amendment to the Agreement is required for these changes. No amendments are possible if the Agreement is expired.

**17. Suspension of Payments**

Payment under this Agreement may be suspended or terminated, or both, and Recipient may be subject to debarment if the CDFA determines that Recipient has breached the terms of this Agreement. Upon discovery of any violations of the Agreement terms and conditions, Recipient will be advised in writing of the terms breached and the reasons for imposing suspension of payments. A determination of breach may be appealed in writing and post marked within ten (10) business days of the date of notification, and mailed to:

California Department of Food and Agriculture  
Legal Hearing and Appeals Office  
1220 N Street, Suite 400  
Sacramento, CA 95814

Or delivered by email with a date/timestamp within ten (10) business days to: [CDFA.LegalOffice@cdfa.ca.gov](mailto:CDFA.LegalOffice@cdfa.ca.gov)

**18. Closeout**

The Agreement will be closed out after the completion of the project or project term, receipt and approval of the final invoice and final report, resolution of any audit/desk review findings, and resolution of any performance or compliance issues.

**19. Record Retention and Accessibility**

The Recipient must retain all records relating to the Agreement for a period of three (3) years from the date of the close out notification or Agreement period, date of final resolution of any performance or financial compliance issues, whichever is later.

**EXHIBIT C**  
**PAYMENT AND BUDGET PROVISIONS**

**1 Invoicing and Payment**

- A For activities performed according to the attached Scope of Work, Budget and the terms of this Agreement, and upon receipt of the invoices, the CDFA agrees to compensate the Recipient for actual allowable expenditures incurred in accordance with this Agreement and stated herein, which is attached hereto and made a part of this Agreement
- B Invoices must include the Agreement Number, performance period, type of activities performed in accordance with this Agreement, and when applicable, a breakdown of the costs of parts and materials, labor charges, and any other relevant information required to ensure proper invoices are submitted for payment
- C Unless stated in the Scope of Work, monthly invoices must be submitted to the CDFA Agreement Manager, within thirty (30) calendar days after the end of each month in which activities under this Agreement were performed
- D A final invoice will be submitted for payment no more than thirty (30) calendar days following the expiration date of this Agreement, or after project is complete, whichever comes first. The final invoice must be clearly marked "Final Invoice" thus indicating that all payment obligations of the CDFA under this Agreement have ceased and that no further payments are due or outstanding

**2 Budget Contingency Clause**

If funding for any fiscal year is reduced or deleted for purposes of this program, the CDFA will have the option to either terminate this Agreement with no liability occurring to the CDFA, or offer to amend the Agreement to reflect the reduced amount

**3 Prompt Payment Clause**

Payment will be made in accordance with, and within the time specified in, California Government Code Title 1, Division 3.6, Part 3, Chapter 4.5, commencing with Section 927 - The California Prompt Payment Act

**4 Allowable Line Item Shifts**

The Recipient must obtain written approval from the CDFA Agreement Manager for any line-item shifts

**5 Allowable Expenses and Fiscal Documentation**

- A The Recipient must maintain adequate documentation for expenditures subject to this Agreement to permit the determination of the allowability of expenditures reimbursed by the CDFA under this Agreement. If CDFA cannot determine expenditures are allowable under the terms of this Agreement because records are nonexistent or inadequate according to Generally Accepted Accounting Principles, the CDFA may disallow the expenditure
- B If domestic travel is a reimbursable expense, receipts must be maintained to support the claimed expenditures. The maximum rates allowable for travel within California are those established by the California Department of Human Resources (CalHR). The maximum rates allowable for domestic travel outside of California are those established by the United States General Services Administration (GSA)
- C If international travel is a reimbursable expense, receipts must be maintained to support the claimed expenditures. The maximum rates allowable are those established in a per diem supplement to Section 925, Department of State Standardized Regulations

**6 Budget**

For a detailed budget of all the activities to be performed under the Scope of Work, see attached Budget

## SCOPE OF WORK

In the best interest of the state, under the authority of the Secretary of the California Department of Food and Agriculture (CDFA), and in accordance with the California Business and Professions Code (BPC), Section 13434, the Division of Measurement Standards (Division) and the County agree to the conditions and requirements within this Scope of Work

The Division will pay the County \$75 00 for each completed initial inspection of a business establishment selling or distributing petroleum and/or automotive products, provided the inspection is completed to determine compliance with BPC Chapters 14, 14 5 and 15 The total allocation to the County for these inspections shall not exceed this Agreement For purposes of this Agreement, an initial inspection is the first physical inspection in the fiscal year of a business establishment where the *primary* business is selling petroleum products, e g , retail service stations, distributors of engine fuels, oils, and quick-lube shops

### Inspection Requirements:

The County shall complete an initial inspection to verify compliance with the appropriate provisions of the BPC and the California Code of Regulations relating to the advertising and labeling of petroleum and automotive products and compliance with the provisions of BPC Section 13660 Findings shall be recorded on the Petroleum Inspection Report supplied by, or approved by, the Division

Within five (5) working days of conducting an inspection, the County shall submit a completed legible copy of the pink Petroleum Inspection Report form to the Sacramento office Upon approval by the Division, electronic forms may be submitted

The assigned number of inspections at brake shops, quick-lube shops, and other retail establishments selling bulk petroleum products or automotive products shall not exceed 10% of the total annual initial inspections authorized The Division reserves the right to, at its discretion, assign and direct the County to collect designated samples of bulk automotive or petroleum products for the purpose of conducting marketplace surveys and initial inspections at specific stations The business establishments visited for the purpose of obtaining these designated samples shall be counted as inspections authorized under this Agreement and will be billable up to \$75 00 per location Prior to being assigned sampling duties, the Division will provide training in the proper sampling and chain of evidence completion procedures Unless otherwise directed, all samples are to be submitted to the Division's laboratory in Sacramento

Sample containers will be provided by the Division Payment for samples and transportation of the sample to the Division's laboratory shall be the responsibility of the County The County will use the inspection and sampling procedures outlined in the Division of Measurement Standards' "Petroleum Products Program Manual " Off sale of samples not meeting product specifications shall be the responsibility of the County, or



the Division if requested to do so by the County, and will be handled in accordance with the guidelines established in the Division's "Citation Manual " Current versions of the "Petroleum Products Program Manual" and the "Citation Manual" are available on the Division's website at [http //www cdfa ca gov/dms/](http://www.cdfa.ca.gov/dms/)

Nothing in this Agreement prevents or precludes Division staff from performing routine business establishment inspections within the County The County will be notified when Division staff is performing these inspections within the County The Division also reserves the right to re-inspect business establishments that were previously inspected and billed for by the County. These re-inspections are for the purpose of evaluating the work of the County Enforcement action, if needed, will be taken by Division staff following the "Citation Manual" guidelines

Per BPC Section 12015, the County agrees that appropriate enforcement action shall be taken upon discovery of violation(s) at the business establishment being inspected The enforcement actions will be handled in accordance with the guidelines established in the Division's "Citation Manual " If the appropriate enforcement action is more than the issuance of a Notice of Violation (NOV), and if the County is unable or fails to take that action against the violator, the Division shall take the specified enforcement action and payment for the inspection will be withheld

The original inspection report shall be maintained at the County Office of Weights and Measures for four (4) years and be made available to the CDFA upon request

All requests for payment under this Agreement shall be made using the Petroleum Agreement Invoice, attached, with the County's official letterhead included The invoice shall be submitted quarterly and include a summary sheet with the following information the total number of initial inspections conducted, the name and address of the business establishment inspected, the number of designated samples taken, the name and address where the samples were taken, and, the amount of money requested Funds will be disbursed to the County on approval of the invoice submitted quarterly

Submit quarterly invoice to

Division of Measurement Standards  
6790 Florin Perkins Road, Suite 100  
Sacramento, CA 95828

# County Letterhead Here

## Petroleum Agreement

# INVOICE

**To:**

California Department of Food & Agriculture  
Division of Measurement Standards  
6790 Florin Perkins Road, Suite 100  
Sacramento, CA 95828  
Attn: Rebecca Bland, Agreement Manager

Agreement # \_\_\_\_\_

Fiscal Year **FY 2017/18**

Quarter \_\_\_\_\_

PCA # **55001**

In accordance with the California Business and Professions Code Section 13434, funds have been allocated for CDFA to pay the County of \_\_\_\_\_ in the sum of \$ \_\_\_\_\_ for fiscal year 2017/18

The County has complied with the conditions as required

**Approved:** \_\_\_\_\_  
County Representative

Date \_\_\_\_\_

**Approved:** \_\_\_\_\_  
Division of Measurement Standards

Date \_\_\_\_\_

Include a summary list stating the total number of initial inspections conducted, number of designated samples taken, and amount of money requested

Petroleum Products Program  
FY 17/18

BUDGET

County: Humboldt

Petroleum Products Enforcement      PCA 55001

63 Site Inspections at \$75 00 per Inspection.      \$ 4,725.00

**Total Agreement Amount:**      \$ 4,725.00