

NOTICE OF AWARD
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STATE OF ILLINOIS
DEPARTMENT OF
CENTRAL MANAGEMENT SERVICES

T NUMBER: T0880
PAGE NO.: 00001

DISTRIBUTE TO: 416PSD : BUREAU OF STRATEGIC SOURCING

NOTICE OF AWARD

CONTRACT TITLE: PSD MINERAL AND PAN OIL FOR IL
RIVER CORRECTIONAL IND

CONTRACT NO: 4018337

OPTIONS AVAILABLE: 00 JOINT PURCHASING: NO

VENDOR NAME AND ADDRESS VENDOR NUMBER:
BIANCHI MILLING ENTERPRISE INC
1431 MCHENRY ROAD
BUFFALO GROVE, IL 60089-1372

CONTACT THE FOLLOWING IN THE EVENT OF QUESTIONS PERTAINING TO THIS CONTRACT:

BUYER NAME AND PHONE
TOM KARAIANIS
(217) 785-3867

SOLICITATION: 228406 BID OPEN DATE: 11/01/16

CONTRACT NO: 4018337
A10120 : BID FIRM TIME:

VENDOR'S BID MUST REMAIN FIRM FOR 120 DAYS FROM THE BID OPENING.

CONTRACT NO: 4018337
A10128 : VENDOR PAYMENT PROGRAM:

DUE TO UNPRECEDENTED ECONOMIC RECESSION, ILLINOIS HAS EXPERIENCED LOWER THAN EXPECTED REVENUES WHICH HAS LED TO A DELAYED PAYMENT CYCLE. IN MANY CASES, VENDORS AND SERVICE PROVIDERS ARE WAITING SEVERAL MONTHS TO RECEIVE PAYMENT FOR GOODS AND SERVICES PROVIDED TO THE STATE. THE STATE OF ILLINOIS VENDOR PAYMENT PROGRAM IS INTENDED TO PROVIDE RELIEF TO THOSE VENDORS AND SERVICE PROVIDERS.

FOR MORE INFORMATION PLEASE SEE OUR WEBSITE AT PAYMENTS.ILLINOIS.GOV.

CONTRACT NO: 4018337
A10205 : REQUIRED REGISTRATION - SECRETARY OF STATE:

PLEASE NOTE: BIDDER OR OFFEROR MUST BE AUTHORIZED TO DO BUSINESS IN THE STATE OF ILLINOIS. IN ADDITION TO MEETING ANY OTHER REQUIREMENT OF LAW OR RULE, A PERSON (OTHER THAN AN INDIVIDUAL ACTING AS A SOLE PROPRIETOR) MAY QUALIFY AS A BIDDER OR OFFEROR UNDER THIS CODE ONLY IF THE PERSON IS A LEGAL ENTITY AUTHORIZED TO DO BUSINESS IN ILLINOIS PRIOR TO SUBMITTING THE BID, OFFER, OR PROPOSAL PURSUANT TO (30ILCS 500/20-45).

YOU CAN ACCESS THE ILLINOIS SECRETARY OF STATE'S WEBSITE BY FOLLOWING THIS LINK: [HTTP://WWW.CYBERDRIVEILLINOIS.COM/DEPARTMENTS/BUSINESS_SERVES/HOME.HTML](http://WWW.CYBERDRIVEILLINOIS.COM/DEPARTMENTS/BUSINESS_SERVES/HOME.HTML)

OR, YOU MAY CONTACT BY PHONE:

BUSINESS LOCATED IN ILLINOIS:
217-782-1837 EXTENSION 7785

BUSINESS LOCATED OUT OF STATE:
217-782-1837 EXTENSION 7786

CONTRACT NO: 4018337
K00050 : SCOPE:

TO ESTABLISH A TERM CONTRACT FOR THE PURCHASE OF MINERAL OIL AND PAN OIL FOR PRODUCTION AS NEEDED DURING THE CONTRACT PERIOD TO BE

DELIVERED TO ILLINOIS RIVER CORRECTIONAL INDUSTRIAL ON AN AS
NEEDED BASIS DURING THE CONTRACT PERIOD.

THE INITIAL TERM OF THIS CONTRACT WILL BE THREE YEAR(S) WITH NO
RENEWAL.

CONTRACT NO: 4018337
K00370 : QUANTITIES:

THE QUANTITIES LISTED ON THE DETAILED BID SHEETS ARE REASONABLE
ESTIMATES BUT ARE NOT TO BE CONSIDERED A GUARANTEE OF PURCHASES TO
BE MADE. THE SUCCESSFUL VENDOR, HOWEVER, SHALL BE REQUIRED TO SHIP
ACTUAL NEEDS WHETHER THEY BE MORE OR LESS THAN ESTIMATED.

THE STATE OF ILLINOIS, HOWEVER, RESERVES THE RIGHT TO REBID FOR ITEMS
CONTAINED HEREIN IF SPECIAL CONDITIONS WOULD REQUIRE A LARGE
QUANTITY FOR A SPECIFIED PURPOSE.

CONTRACT NO: 4018337
K00375 : MINIMUM ORDER:

MINIMUM ORDER DELIVERED:
THE MINIMUM QUANTITY PER DELIVERY IS SHOWN WITHIN EACH COMMODITY
DESCRIPTION. IF NO MINIMUM QUANTITY IS SHOWN, INSTITUTION MAY
ORDER ANY QUANTITY AS NEEDED.

FOR ORDERS LESS THAN THE MINIMUM, VENDOR SHALL PREPAY FREIGHT AND
ADD IT TO THE INVOICE AS A SEPARATE LINE ITEM.

CONTRACT NO: 4018337
K00400 : ECONOMIC ADJUSTMENT CLAUSE (PPI):

PRICES MUST REMAIN FIRM THE FIRST YEAR OF THE CONTRACT. THEREAFTER,
ONE PRICE ADJUSTMENT NO MORE FREQUENTLY THAN ONCE A YEAR.

ALL ADJUSTMENT REQUESTS SHALL BE MADE IN WRITING. VENDOR SHALL NOT BE
ENTITLED TO APPLY AN UPWARD PRICE ADJUSTMENT WITHOUT FIRST OBTAINING
APPROVAL OF SUCH REQUEST FROM THE BUREAU OF STRATEGIC SOURCING
(BOSS).

IN THE EVENT A DOWNWARD ADJUSTMENT IS WARRANTED, THE STATE RESERVES
THE RIGHT TO ADJUST ONCE DURING ANY GIVEN TWELVE (12) MONTH PERIOD FOR
THIS DECREASE. IT WILL BE THE RESPONSIBILITY OF THE VENDOR TO NOTIFY
BOSS OF ANY SUCH DECREASE.

MAXIMUM ALLOWABLE ADJUSTMENTS SHALL BE GOVERNED BY THE U.S. BUREAU OF
LABOR STATISTICS PRODUCER PRICE INDEX (PPI) ITEM NUMBER:

* PPI CATEGORY NUMBER: PCU3112253112252

* TITLE OF PPI CATEGORY: SHORTING AND COOKING OILS

THE BASE PPI PUBLISHED INDEX WILL BE DETERMINED BY THE MONTH OF THE
BID OPENING DATE. IF THE BID OPENING DATE OCCURS IN NOVEMBER, THEN
THE BASE PPI WILL BE NOVEMBER'S PUBLISHED INDEX.

THE PUBLISHED PPI INDEX AT THE TIME OF REQUESTED ADJUSTMENT WILL BE
DETERMINED BY THE MONTH AND DAY THE ADJUSTMENT WAS SUBMITTED TO BOSS
REGARDLESS OF WHETHER IT IS A PRELIMINARY OR FINAL INDEX PUBLICATION.
NO FURTHER ADJUSTMENTS WILL BE MADE ONCE THE MAXIMUM ALLOWABLE
ADJUSTMENT HAS BEEN CALCULATED FOR THE GIVEN 12 MONTHS.

THE MAXIMUM ALLOWABLE ADJUSTMENT SHALL BE CALCULATED AS FOLLOWS:

MAXIMUM ALLOWABLE PRICE = A / B * C

A = BID PRICE
B = BASE PPI INDEX (DEFINED BY TIME OF BID OPENING)
C = PUBLISHED PPI INDEX AT TIME OF REQUESTED ADJUSTMENT

THE U.S. BUREAU OF LABOR STATISTICS WEBSITE CAN BE LOCATED AT
HTTP://WWW.BLS.GOV/PPI/.

REQUESTED ADJUSTMENTS SHALL INCLUDE THE CONTRACT NUMBER, COMMODITY
NUMBER, LINE NUMBER, BID PRICE AND REQUESTED PRICE ADJUSTMENT IN A
FORMAT SIMILAR TO THE FOLLOWING:

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-----  
! LINE NUMBER ! COMMODITY NUMBER ! BID PRICE ! REQUESTED PRICE !  
!-----!-----!-----!-----!  
! ##### ! XXXX-XXX-XXXX ! $ #.## ! $ #.## !  
!-----!-----!-----!-----!  
! ##### ! XXXX-XXX-XXXX ! $ #.## ! $ #.## !  
!-----!-----!-----!-----!
```

IN ALL CASES THE CONTRACTOR MUST FILE A CLAIM FOR SUCH ADJUSTMENT
PRIOR TO THE DELIVERY OF THE GOODS. IN ANY EVENT, THE CLAIM FOR SUCH
ADJUSTMENT WILL NOT APPLY TO RELEASE ORDERS EXECUTED PRIOR TO THE DATE
THE BUREAU OF STRATEGIC SOURCING RECEIVED THE ECONOMIC ADJUSTMENT
REQUEST.

IF THE CONTRACTOR HAS UNRESOLVED COMPLAINTS FILED AGAINST IT FOR NON-
DELIVERY OR POOR QUALITY, HIS REQUEST MAY BE DENIED UNTIL SUCH TIME AS
ALL PAST COMPLAINTS ARE RESOLVED TO THE SATISFACTION OF THE STATE.

CONTRACT NO: 4018337
K00700 : SPECIAL TERMS AND CONDITIONS (SPECIFIC TO THIS BID)

SPECIFICATIONS:

ALL DELIVERIES SHALL CONFORM IN EVERY RESPECT TO THE PROVISIONS OF THE
FEDERAL FOOD, DRUG AND COSMETIC ACT AND REGULATIONS PROMULGATED THERE-
UNDER. ALL MATERIAL SHALL BE CLEAN, SOUND, WHOLESOME AND FREE FROM
EVIDENCE OF FOREIGN MATTER. PRODUCT MUST HAVE SATISFACTORY TASTE,
COLOR AND TEXTURE. COMPOSITION OF PRODUCTS SELECTED SHALL BE F.D.A.
APPROVED AND G.R.A.S. LISTED, (GENERALLY REGARDED AS SAFE), AND MUST
BE PREPARED AND PROCESSED UNDER MODERN SANITARY CONDITIONS.

ALL PRODUCTS MUST BE ORTHODOX UNION DAIRY KOSHER, BROMATE FREE AND
STORED AT AMBIENT ROOM TEMPERATURE. QUALITY AND FRESHNESS MUST BE
GUARANTEED AS LONG AS PRODUCT IS PROPERLY HANDLED AND STORED IN
ACCORDANCE WITH LABEL INSTRUCTIONS. PRODUCTS MUST MEET THE
MINIMUM REQUIREMENTS FOR NUTRITIONAL LABELING. THE LABEL FORMAT IS
FOR A NUMBER OF VARIATIONS AND RESTRICTIONS THAT MAY INFLUENCE
FORMAT SELECTION.

QUALITY CONTROL:

A FIELD REPRESENTATIVE TO MAINTAIN QUALITY CONTROL AND PROVIDE
TECHNICAL SUPPORT IS REQUIRED. SUPPORT PERSONNEL MUST VISIT SITE
AT LEAST ONE TIME PER QUARTER AT NO EXTRA COST TO THE STATE.

ORDERS:

INDIVIDUAL ORDERS WILL BE PLACED BY USING THE CONTRACT RELEASE ORDER
FORM. IT SHALL BE THE RESPONSIBILITY OF THE SUCCESSFUL BIDDER TO
CONTACT THE USING AGENCY FOR SPECIFIC DELIVERY SCHEDULE AND
INSTRUCTIONS.

ALL SHIPPING CONTAINERS MUST BE CODE DATED WITH ACTUAL DATE OF

MANUFACTURE IN A FIVE-DIGIT SEQUENCE TO INCLUDE MONTH, DAY, YEAR
AND BATCH NUMBER.

VENDOR NAME AND ADDRESS

BIANCHI MILLING ENTERPRISE INC
1431 MCHENRY ROAD
BUFFALO GROVE, IL 60089-1372

CONTRACT NO: 4018337
PYMT TERMS: NONE
DELIVERY: 7 DAYS ARO
VENDOR NO:
BUSINESS CLASS CODE: NNSEN
LEGAL STATUS: CORPORATION
CONTRACT END DATE: 02/14/20

PRIME VENDOR: N
CONTRACT BEGIN DATE: 02/15/17

CONTACT NAME: MIKE BIANCHI
CONTACT PHONE: (847) 478-8322
CONTACT E-MAIL: MIKE@BIANCHIMILLING.COM

CONTACT FAX: (547) 478-8377

CONTRACT ITEMS/SERVICES
BY LINE ITEM

T NUMBER: T0880
PAGE NO.: 00006

LINE#	DESCRIPTION/MFGR/BRAND	QUANTITY FROM/TO	UNIT	DISCOUNT	UNIT PRICE
00001	COMMODITY CODE: 5149-181-3015 MINERAL OIL, CLEAR APPEARANCE, NO TASTE, IN 55 GAL. DRUM, DELIVERED TO ICI. MINIMUM ORDER PER DELIVERY: 12 DRUMS VENDOR: BIANCHI MILLING ENTERPRISE INC : CONTRACT NO: 4018337	342.000	DRUM	N/A	\$ 429.00000
00002	COMMODITY CODE: 5149-181-3010 PAN OIL, NUTRITIONAL, IN 55 GAL. DRUMS, LIGHT AMBER APPEARANCE, DELIVERED TO ICI BLAND FLAVOR. MINIMUM ORDER PER DELIVERY: 12 DRUMS VENDOR: BIANCHI MILLING ENTERPRISE INC : CONTRACT NO: 4018337	50.000	DRUM	N/A	\$ 380.00000