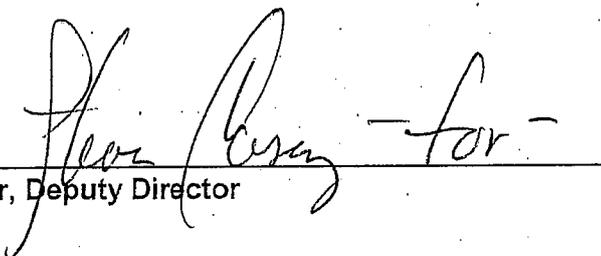




Department of General Services
Procurement Division
707 Third Street, 2nd Floor
West Sacramento, CA 95605-2811

State of California
CONTRACT NOTIFICATION
****MANDATORY****

CONTRACT NUMBER:	Various – Supplement 2 1-07-91-02-A 1-07-91-02-B 1-07-91-02-C
DESCRIPTION:	Bulk Gasoline and Diesel fuel
CONTRACTOR(S):	Hunt & Sons "A" Pinnacle Petroleum Inc. "B & C"
CONTRACT TERM:	6-18-2007 through 6-17-2010
DISTRIBUTION LIST:	Posted Electronically on http://www.pd.dgs.ca.gov/contracts/91-02.htm
STATE CONTRACT ADMINISTRATOR:	Brian A. Sims (916) 375-4452 brian.sims@dgs.ca.gov



Jim Butler, Deputy Director

Date: July 11, 2008

Contract Mandatory Various 1-07-91-02- A, B, C
Contract Notification and User Instructions

July 11, 2008

Re-issuance of Supplements:

In order to clarify contract supplements to Bulk Gasoline and Diesel fuel contract the State will reissue/issue supplements #1 through #6. Effective dates of originally issued supplements will remain as the effective dates. Supplements will now be issued representing the complete contracts as listed as "Various". Various shall be defined to represent three (3) contracts, 1-07-91-02-A, B, & C.

Supplement #2

December 3, 2007

Contract No. 1-07-91-02 is hereby modified to reflect the following changes:

A. The addition of Diesel 2 (Red Dyed)

The contract cost structure will be based on two factors: Region Base Market Cost and the Differential Cost⁵. The following formula outlines the contract price to be paid by the ordering agency:

REGION BASE MARKET COST + DIFFERENTIAL + .01 per gallon = COMPOSIT COST FOR RED DYED DIESEL.

(Calculated daily using the Region Base Market Price for diesel plus .01/gal. for the red dye)

Region Base Market Cost: The State will use the Oil Price Information Service (OPIS) to determine Region Base Market Cost. OPIS tracks the (10) marketing areas in the State of California. The marketing areas are identified as Bakersfield, Chico, Eureka, Fresno, Los Angeles, Sacramento, San Diego, San Francisco, San Jose and Stockton. The Region Base Market Cost for each region will be calculated by averaging the following marketing areas for each region:

Northern California Region: Eureka, Chico and Sacramento

Central California Region: San Francisco, San Jose, Stockton and Fresno

Southern Region: Bakersfield, Los Angeles and San Diego

Note: The base cost of the diesel #2 (Red Dyed) Ultra Low Suffer the State will be using the daily "Times of Delivery" "Rack Average" price quoted in the OPIS for product description OPIS GROSS NO.@ DISTILLATE CARB ULS.

If the OPIS publication is modified the State reserves the right to re-establish the bases price calculation method or cancel all or part of the contract without prejudice against any party to the contract.

Contract Mandatory Various 1-07-91-02- A, B, C
Contract Notification and User Instructions

TAXES:

Exempt from: Federal Excise Tax, and California Motor Vehicle Fuel Tax

State Sales Tax, Local Tax	
Leaking Underground Storage Tank Tax (L...U.S.T)	.00100
Oil Spill Liability Trust Fund Tax (SUPERFUND)	.00120
California Oil Spill Prevention Fee	.00119

The taxes shall be listed separately on Invoices and shall not be a component of the differential price. Any and all Charges, Levies and or Fees not listed above shall be listed a component of the differential price.

B. New address and contact numbers for Pinnacle Petroleum Inc.

Pinnacle Petroleum Inc.
7911 Professional Circle
Huntington Beach, CA 92648
(714) 841-8877 TES
(714) 841-8855 FAX
lmckinley@pinnaclepetroleum.com

All other terms and conditions remain the same.