

## State of New Jersey

PHILIP D. MURPHY Governor

SHEILA Y. OLIVER *Lt. Governor* 

DEPARTMENT OF THE TREASURY
DIVISION OF PURCHASE AND PROPERTY
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July 30, 2020

Via Electronic Mail Only <u>yoanka1971@hotmail.com</u>

Yoanka Aira Majestic Leasing LLC P.O. Box 1079 Sayreville, NJ 08871

Re: I/M/O Bid Solicitation #20DPP00525 Majestic Leasing LLC

Protest of Notice of Intent to Award

T0777 Snow Plowing and Spreading Services - NJDOT

Dear Mr. Aira:

This letter is in response to your July 17, 2020, correspondence to the Division of Purchase and Property's (Division) Hearing Unit, submitted on behalf of Majestic Leasing LLC (Majestic). In that correspondence, Majestic protests the Notice of Intent to Award (NOI) issued by the Division's Procurement Bureau (Bureau) on July 13, 2020. The NOI advised all Vendors {Bidders} of the Division's intent to award a Master Blanket Purchase Orders (Blanket P.O.) to several Vendors {Bidders} who submitted Quote in response to Bid Solicitation #20DPP000525 - T0777 Snow Plowing and Spreading Services - NJDOT (Bid Solicitation).

By way of background, on April 9, 2020, the Bureau issued the Bid Solicitation on behalf of the New Jersey Department of Transportation (NJDOT), to solicit Quotes from qualified Vendors {Bidders} to provide snow plowing and spreading services on all State interstates and highways under the jurisdiction of NJDOT. Bid Solicitation § 1.1 *Purpose and Intent*. It is the State's intent to award Statewide Contracts to those responsible Vendors {Bidders} whose Quotes, conforming to this Bid Solicitation are most advantageous to the State, price and other factors considered. Ibid.

On May 14, 2020, the Bureau issued Bid Amendment #1 extending the Quote Submission Due Date to 2:00 p.m. eastern time on June 2, 2020. On May 28, 2020, the Bureau issued Bid Amendment #2 responding to the questions posed by potential Vendors {Bidders}. Bid Amendment #2 also extended the Quote Submission Due Date to 2:00 p.m. eastern time on June 9, 2020. On June 9, 2020, at the closed of the Quote submission due date and time, the Division's Proposal Review Unit opened 215 Quotes, submitted by 197 Vendors {Bidders}. After conducting a review of the Quotes received for compliance with the mandatory requirements for Quote submission, the Division's Proposal Review Unit issued several Notices of Proposal Rejection to those Vendors {Bidders} whose submitted Quote failed to conform to the mandatory administrative requirements for Quote submission.

ELIZABETH MAHER MUOIO
State Treasurer

Maurice A. Griffin *Acting Director* 

The remaining Quotes were forwarded to the Bureau for review and evaluation consistent with the requirements of Bid Solicitation Section 6.7 *Evaluation Criteria*, which states in relevant part as follows:

### 6.7 EVALUATION CRITERIA

The following evaluation criteria categories, not necessarily listed in order of significance, will be used to evaluate Quotes received in response to this Bid Solicitation.

- A. Experience of Vendor {Bidder} (Revised Attachment #1): The Vendor {Bidder} must have at least two (2) years of experience performing the specific service (snow plowing and/or spreading) on public roadways in order to be considered for award of that service;
- B. Equipment Preference: The type of Vendor {Bidder} equipment bid on the State-Supplied Price Sheet. See Section 6.7.1, subsections included; and
- C. Price: The Vendor's {Bidder's} pricing provided on the State-Supplied Price Sheet for each price line. See Section 6.7.1, subsections included, for information regarding the pricing evaluation methodology.

# 6.7.1 EQUIPMENT PREFERENCE AND PRICING EVALUATION

The Division intends to award to one (1) responsive Vendor {Bidder} per price line for Snow Plowing and Hauling Services (excluding *Other Equipment – Loaders and Graders*, as detailed by Section 6.7.1.3), and to one (1) responsive Vendor {Bidder} per price line for Spreading Services.

Vendors {Bidders} will be evaluated based upon the equipment preferences detailed in Sections 6.7.1.1 and 6.7.1.2. If two (2) or more Vendors {Bidders} are offering the same equipment preference for the same price line, then the Division will evaluate and rank based upon pricing, from lowest to highest, as specified below:

A. Snow Plowing and Hauling Services – Pricing Evaluation Methodology

Vendors {Bidders} within the same equipment preference will be ranked based upon the Total Hourly Rate for the respective price line. The Total Hourly Rate will be calculated for each price line as follows:

(# of trucks x per truck hourly rate) + Superintendent hourly rate = Total Hourly Rate

The All-Inclusive Hauling Hourly Rate, if applicable, is not including in the Total Hourly Rate.

B. Spreading Services – Pricing Evaluation Methodology

Vendors {Bidders} within the same equipment preference will be ranked based upon the hourly rate Unit Price for the respective price line.

If two (2) or more Vendors {Bidders} are offering the same equipment preference and are tied on pricing based upon the above pricing evaluation methodologies (both A & B), then the Division will rank based upon the years of experience recorded on Revised Attachment #1, for the respective service in question.

Please refer to the examples listed below in Section 6.7.1.1 and 6.7.1.2 for more information.

#### 6.7.1.1 SNOW PLOWING AND HAULING SERVICES

1<sup>st</sup> Preference – Vendors {Bidders} supplying all required trucks, that are all a combination of either Class A and/or Class B trucks, all with Vendor {Bidder} provided snow plows; and

2<sup>nd</sup> Preference – Vendors {Bidders} supplying all required trucks, that are all a combination of either Class A and/or Class B trucks, all without Vendor {Bidder} provided snow plows.

If a Vendor {Bidder} provides unit pricing for both the 1<sup>st</sup> Preference and 2<sup>nd</sup> Preference options of a price line, only the 2<sup>nd</sup> Preference pricing shall be considered and evaluated.

Refer to Bid Solicitation Section 4.4.5.2, *State-Supplied Price Sheets*, including subsections, for information regarding instructions for the State-Supplied Price Sheets.

#### . . .

#### 6.7.1.2 SPREADING SERVICES

1st Preference – Vendors {Bidders} supply all of the price line specific, required Class R, Q, and/or P trucks that are all Tailgate Mounted, all with an On-Board Wetting System;

2<sup>nd</sup> Preference – Vendors {Bidders} supply all of the price line specific, required Class R, Q, and/or P trucks that are all Tailgate Mounted, all without an On-Board Wetting System;

3<sup>rd</sup> Preference – Vendors {Bidders} supplying all of the price line specific, required Class R, Q and/or P trucks that are all Vbox, all with an On-Board Wetting System;

4<sup>th</sup> Preference – Vendors {Bidders} supplying all of the price line specific, required Class R, Q and/or P trucks that are all Vbox, all without an On-Board Wetting System;

5<sup>th</sup> Preference – Vendors {Bidders} supplying all of the price line specific, required Class R, Q and/or P trucks that are all Midbody, all with an On-Board Wetting System; and

6<sup>th</sup> Preference – Vendors {Bidders} supplying all of the price line specific, required Class R, Q and/or P trucks that are all Midbody, all without an On-Board Wetting System.

Style of Trucks - If the Vendor {Bidder} checks and/or circles more than one (1) of the options, only the least favorable preference option shall be considered and evaluated.

On-Board Wetting System – If the Vendor {Bidder} leaves this column blank, or circles and/or checks both "Yes" and "No", the State will evaluate the Quote as if it is not providing On-Board Wetting Systems for the respective price line.

Refer to Bid Solicitation Section 4.4.5.2, *State-Supplied Price Sheets*, including subsections, for information regarding instructions for the State-Supplied Price Sheets.

[Emphasis added].

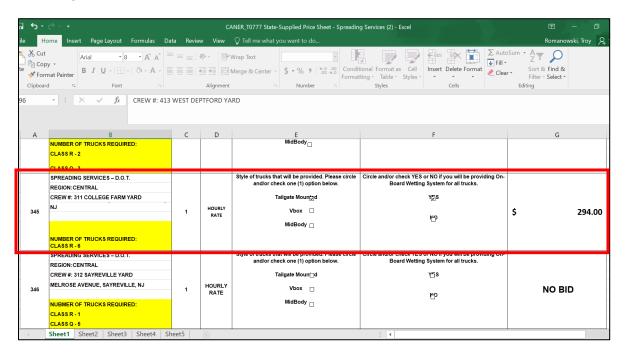
After the review and evaluation of all Quotes received in response to the Bid Solicitation was completed, the Bureau completed a Recommendation Report which recommended Blanket P.O. awards to those responsible Vendors {Bidders} whose Quotes, conforming to the Bid Solicitation are most advantageous to the State, price and other factors considered. On July 13, 2020, the NOI was issued advising all Vendors {Bidders} that it was the State's intent to award a Blanket P.O.s consistent with the Bureau's Recommendation Report. <sup>1</sup>

On July 17, 2020, the Division received Majestic's protest challenging the intended Blanket P.O. awards. By way of summary, Majestic protests the award of Price Line 345 to Caner Transportation, LLC (Caner), stating "With all due respect, I want to ask you why was Majestic Leasing LLC not awarded this line? We have been running this route for years." Majestic Protest Email. To further summarize, Majestic notes its pricing and the location of its business relative to the portion of the State roads that are covered by Price Line 345. Majestic also states, "I did not have the option to explain exactly how many Tailgate mounted and V box trucks I have. Majestic Leasing LLC has 3 Tailgate mounted and 3 V box, all with on board wetting system. I understand that the Tailgate mounted has a higher preference than V box but it should be noted that 5 of these trucks including the three V box only work with the DOT." Majestic Protest Email.

In consideration of Majestic's protest, I have reviewed the record of this procurement, including the Bid Solicitation, the submitted Quotes, the relevant statutes, regulations, and case law. This review of the record has provided me with the information necessary to determine the facts of this matter and to render an informed Final Agency Decision on the merits of the protest. I set forth herein the Division's Final Agency Decision.

<sup>&</sup>lt;sup>1</sup> The list of Vendors {Bidders} who are recommended to receive a Blanket P.O. award are listed in the Bureau's July 9, 2020 Recommendation Report.

The record for this procurement shows that Price Line 345 was awarded to Caner<sup>2</sup>. As is shown below in the relevant portion of Caner's submitted State-Supplied Price Sheet – Spreading Services, Caner offered the State a "Tailgate Mounted" truck with an "Onboard Wetting System" at a Unit Price of \$294.00. As per Bid Solicitation Section 6.7.1.2 *Spreading Services*, a truck of this type was given 1<sup>st</sup> Preference status during evaluation.



Conversely, a review of Majestic's submitted Quote reveals that Majestic only submitted a Quote for Price Line 345 for spreading services. Majestic checked off both "Tailgate Mounted" and "Vbox" in the column titled "Style of Trucks", and "Yes" in the column titled "On-Board Wetting System." A screenshot of the relevant portion of Majestic's State-Supplied Price Sheet – Spreading Services is shown below. As per Bid Solicitation Section 6.7.1.2 *Spreading Services*, "Style of Trucks - If the Vendor {Bidder} checks and/or circles more than one (1) of the options, only the least favorable preference option shall be considered and evaluated." Accordingly, Majestic's Quote for Price Line 345 was evaluated as an offering of six (6) Class R trucks with Vbox and an On-Board Wetting systems, which would correspondingly give Majestic Quote 3<sup>rd</sup> Preference status during evaluation. Additionally, in response to the Bureau's request for a Best and Final Offer (BAFO), Majestic submitted BAFO pricing for the same style of truck and "On-Board Wetting System" for Price Line 345.

<sup>&</sup>lt;sup>2</sup> See July 9, 2020 Recommendation Report, Pg. 117.

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345	SPREADING SERVICES – D.O.T. REGION:CENTRAL			Style of trucks that will be provided. Please circle and/or check one (1) option below.	Circle and/or check YES or NO if you will be providing On- Board Wetting System for all trucks.	
	CREW #: 311 COLLEGE FARM YARD			Tailgate Mounted ✓	YES 🕝	
	NJ		HOURLY RATE	Vbox ✓	NO 🗆	\$ 180.0
				MidBody □		,
	NUMBER OF TRUCKS REQUIRED: CLASS R - 6					
346	SPREADING SERVICES - D.O.T. REGION: CENTRAL	1	HOURLY RATE	and/or check one (1) option below.	Board Wetting System for all trucks.	
	CREW #: 312 SAYREVILLE YARD			Tailgate Mounted □	YES	
	MELROSE AVENUE, SAYREVILLE, NJ			Vbox _	NO 🗆	
	NUBMER OF TRUCKS REQUIRED:			MidBody ☐	NO 🗆	
	CLASS R - 1					
	CLASS Q - 5			Of the offered with the service of Discourse of the service of the	Circle and the short VEO and O if you will be appointed to	
	SPREADING SERVICES – D.O.T.	1	I	Style of trucks that will be provided. Please circle	Circle and/or check YES or NO if you will be providing On-	I

As is clearly written in Bid Solicitation Section 6.7.1 *Equipment Preference And Pricing Evaluation*<sup>3</sup>, "Vendors {Bidders} will be evaluated based upon the equipment preferences detailed in Sections 6.7.1.1. and 6.7.1.2." Accordingly, Caner's Quote for Price Line 345 was given preference over Majestic's Quote for that Price Line. While Majestic submitted a lower Quote price for this price line than that submitted by Caner, the style of truck and wetting system combination offered by Caner were preferable to those offered by Majestic. In fact Majestic's own protest email acknowledges that it only has three "Tailgate Mounted" trucks with "On-Board Wetting Systems" as opposed to the six trucks of this type that would be required of a Bidder, at time of Quote opening, in order to be given 1st Preference for this Price Line during Quote evaluation. Thus, Caner was the proper recipient of the award recommendation for Price Line 345 for this Bid Solicitation.

Based upon the foregoing, I find no reason to disturb the Bureau's recommendation for award. Accordingly, I sustain the July 13, 2020 Notice of Intent to Award. This is an unfortunate situation for the State as the Division encourages competition and appreciates the time and effort put forth in preparing and submitting the Quote.

Thank you for your company's continuing interest in doing business with the State of New Jersey and for registering your business with *NJSTART* at <a href="www.njstart.gov">www.njstart.gov</a>. I encourage you to log into *NJSTART* to select any and all commodity codes for procurements you may be interested in submitting a Quote for so that you may receive notification of future bidding opportunities. "Please monitor the New Jersey Department of Transportation's website and the Division's *NJSTART* eProcurement website for future bidding opportunities for these services." This is my final agency decision with respect to the protest submitted by Majestic.

Sincerely,

Maurice A. Griffin Acting Director

<sup>3</sup> These instructions were also clearly written in Bid Solicitation Section 4.4.5.2.2 *Spreading Services Price Sheet Instructions*.

MAG: TCR

M. Dunn c:

R. Regan K. Popso K. Centofanti