

PUBLIC WORKS AND UTILITIES COMMITTEE

09-0229R

RESOLUTION AUTHORIZING CITY OFFICIALS TO CONTRACT WITH VIELE CONTRACTING, INC., FOR THE PURCHASE AND DELIVERY OF CLASS 5 GRAVEL, 3/4 INCH WASHED ROCK, RIP-RAP AND BEDDING SAND FOR PUBLIC WORKS AND UTILITIES AND STREET MAINTENANCE PROJECTS IN YEAR 2009 FOR A TOTAL AMOUNT OF \$172,849.50.

CITY PROPOSAL:

RESOLVED, that city officials are hereby authorized to contract with Viele Contracting, Inc., for a second year of three one-year renewal options, for the purchase and delivery of an estimated 20,000 tons of class 5 gravel, 400 tons of 3/4 inch washed rock, 300 tons of rip-rap and 200 tons of bedding sand for public works and utilities and street maintenance projects in year 2009 for an estimated amount of \$162,300 plus \$10,549.50 sales tax, for a combined estimated total of \$172,849.50, terms net 30, FOB destination and payable as follows:

Amount	Fund	Agency	Organization	Object
\$133,817.25 from Requisition No. 09-0056				
(40%) \$53,526.90	Water Fund 510	500	1945	5224
(10%) \$13,381.73	Gas Fund 520	500	1945	5224
(30%) \$40,145.18	Sewer Fund 530	500	1945	5224
(20%) \$26,763.45	Stormwater Fund 535	500	1945	5224

Amount	Fund	Agency	Organization	Object
\$39,032.25 from Requisition 09-0048				
(100%) \$39,032.25	General Fund 110	120	1217-2140	5224

Approved:

Approved for presentation to council:

Department Director

Chief Administrative Officer

Department Director

Purchasing Agent ____
Manager Maintenance Operations ____

Approved as to form:

Approved:

Attorney

Auditor

PWU/PRCH DS:le 4/3/2009

STATEMENT OF PURPOSE: This resolution authorizes the purchase of an estimated 20,000 tons of class 5 gravel, 400 tons of 3/4 inch washed rock, 300 tons of rip-rap and 200 tons of bedding sand for a total estimated amount of \$172,849.50, payable from the water, gas, sewer, stormwater and general funds. This amount includes delivery charges and sales tax.

These materials will be used for public works and utilities and street maintenance projects.

This action renews the city's contract with Viele Contracting, Inc., for the second year of three one-year renewal options. The city published its original request for bids in May of 2007. Viele Contracting, Inc., Duluth, Minnesota, submitted the lowest of three bids by the closing date.

Requisitions 09-0056 and 09-0048