

PUBLIC WORKS AND UTILITIES COMMITTEE

09-0345R

RESOLUTION AUTHORIZING CITY OFFICIALS TO CONTRACT WITH NORTHLAND CONSTRUCTORS OF DULUTH, LLC, AND MONARCH PAVING COMPANY FOR THE PURCHASE OF BITUMINOUS MATERIAL, HOT MIX FINE, AS NEEDED FROM JUNE 1, 2009, THROUGH MAY 31, 2010, FOR A TOTAL ESTIMATED AMOUNT OF \$1,018,515.95.

CITY PROPOSAL:

RESOLVED, that city officials are hereby authorized to contract with Northland Constructors of Duluth, LLC, and Monarch Paving Company for the purchase of hot mix fine as needed from June 1, 2009, through May 31, 2010, for the street maintenance division in accordance with St. Louis County's bid specifications and the vendors' bids at the estimated amounts listed below:

	Base Amount	Sales Tax	Totals
(a) Northland Constructors of Duluth, LLC	\$637,500.00	\$41,437.50	\$678,937.50
(b) Monarch Paving Company	\$318,853.00	\$20,725.45	\$339,578.45
Totals	\$956,353.00	\$62,162.95	\$1,018,515.95

for a total amount of \$956,353 plus \$62,162.95 sales tax, for a combined total estimated amount of \$1,018,515.95, terms net 30, FOB destination, payable as follows:

(a) Requisition 09-0031:

(1) \$515,992.50 (76 percent), from Street Improvement Fund 440, Agency 038, Object 5222, Project No. SIP 2009-recap;

(2) \$162,945.00 (24 percent), from General Fund, Agency 120, Organization 1217-2140, Object 5222;

(b) Requisition 09-0332:

(1) \$228,075.08 (67 percent), from Street Improvement Fund 440, Agency 038, Object 5222, Project No. SIP 2009-recap;

(2) \$111,503.37 (33 percent), from General Fund, Agency 120,
Organization 1217-2140, Object 5222.

Approved:

Approved for presentation to council:

Department Director
Purchasing Agent ____
Manager, Maintenance Operations ____

Chief Administrative Officer

Approved as to form:

Approved:

Attorney

Auditor

MAINT OPS/PRCH JG:DS:le 5/19/2009

STATEMENT OF PURPOSE: This resolution authorizes two contracts with Northland Constructors of Duluth, LLC, and Monarch Paving Company for the purchase of fine hot mix for an estimated total amount of \$1,018,515.95, payable from the street improvement and general funds.

These materials will be picked up by city of Duluth personnel as needed during the 2009-2010 contract year for various street maintenance activities.

The purchasing division issued this bid under a joint powers agreement with St. Louis County, and posted the request for bids on the city's website May 14, 2009.

The contract award was split between the two vendors due to their locations.

HOT MIX AND COLD MIX BID NO. 09-0031 REQUISITION NOS. 09-0031, 09-0332, AND 09-0357 ST LOUIS COUNTY/CITY OF DULUTH AGREEMENT OPENED 04/09/09					
VENDOR	NON-COLLUSION	REG MIX HOT (per ton)	REG MIX COLD (per ton)	FINE MIX HOT (per ton)	FINE MIX COLD (per ton)
Glacier Paving, Inc.	X	\$52.00	N/A	\$52.00	N/A
Monarch Paving Company, Superior, WI	X	\$44.80	\$50.60	\$47.59	\$50.60
Northland Constructors, Duluth, MN	X	\$50.00	N/A	\$51.00	N/A
Mesaba Bituminous, Gilbert, MN	X	\$49.50	N/A	\$60.00	\$82.00
Note: All four vendors agreed to the cooperative purchasing agreement.					