

PUBLIC WORKS AND UTILITIES COMMITTEE

10-0199R

RESOLUTION AUTHORIZING CITY OFFICIALS TO CONTRACT WITH NORTHLAND CONSTRUCTORS OF DULUTH, LLC, AND ULLAND BROTHERS, INC., FOR THE PURCHASE OF BITUMINOUS MATERIAL, HOT MIX (FINE), FOR A TOTAL ESTIMATED AMOUNT OF \$1,247,732.71.

CITY PROPOSAL:

RESOLVED, that city officials are hereby authorized to contract with Northland Constructors of Duluth, LLC, and Ulland Brothers, Inc., for the purchase of bituminous material, hot mix (fine), as needed from June 1, 2010, through May 31, 2011, for the street maintenance division in accordance with the St. Louis County's bid specifications and vendors' bids as listed below:

	Base Amount	Sales Tax	Totals
Northland Constructors of Duluth, LLC (\$48.50/ton)	\$560,621.20	\$38,542.71	\$599,163.91
Ulland Brothers, Inc. (\$47.41/ton)	\$606,848.00	\$41,720.80	\$648,568.80
Totals	\$1,167,469.20	\$80,263.51	\$1,247,732.71

The combined total amount of \$1,247,732.71, based on estimated tonnage of 11,560, terms net 30, is payable as follows:

(a) Requisition 10-0089:

(1) \$335,531.79, from General Fund 110, Department/Agency 121, Organization 1217-2140, Object 5222;

(2) \$263,632.12, from Street Improvement Program Fund 440, Department/Agency 038, Object 5222, Project No. SIP2010-0820B.

(b) Requisition 10-0233:

(1) \$648,568.80 from Street Improvement Program Fund 440, Department/Agency 038, Object 5222, Project No. SIP2010-0820B.

Approved:

Approved for presentation to council:

\_\_\_\_\_  
Department Director  
Purchasing Agent \_\_\_\_  
Manager, Maintenance Operations \_\_\_\_

\_\_\_\_\_  
Chief Administrative Officer

Approved as to form:

Approved:

\_\_\_\_\_  
Attorney

\_\_\_\_\_  
Auditor

STR MTC/PRCH DS:le 4/15/2010

STATEMENT OF PURPOSE: This resolution authorizes two contracts with Northland Constructors of Duluth, LLC, and Ulland Brothers, Inc., for the purchase of fine hot mix for an estimated total amount of \$1,247,732.71, payable from the street improvement program and general funds.

These materials will be picked up by Duluth city personnel as needed during the 2010-2011 contract year for various street maintenance activities.

The purchasing division issued this award as part of a bid process under a joint powers agreement with St. Louis County. The contract award was split between two vendors due to their locations.

BITUMINOUS MATERIAL  
 Bid Nos. 10-0089 & 10-0233; Requisition Nos. 10-0089 & 10-0233  
 St Louis County/City of Duluth Agreement  
 Opened March 16, 2010

VENDOR	NON-COLLUSION	REG MIX HOT (per ton)	REG MIX COLD (per ton)	FINE MIX HOT (per ton)	FINE MIX COLD (per ton)
Ulland Brothers, Inc. Cloquet, MN	Y	\$46.25	N/A	\$47.41	N/A
Mesabi Bituminous, Inc. Gilbert, MN	Y	\$52.00	\$85.00	\$62.00	\$85.00
Monarch Paving Company Turtle Lake, WI	Y	\$50.60	\$55.00	\$51.00	\$55.00
Northland Constructors of Duluth, LLC Duluth, MN	Y	\$47.50	N/A	\$48.50	\$82.00