

PURCHASING & LICENSING COMMITTEE

11-0519R

RESOLUTION AUTHORIZING A CONTRACT WITH NORTH AMERICAN SALT COMPANY FOR THE PURCHASE AND DELIVERY OF ROAD SALT FOR YEAR 2011 (OCTOBER - DECEMBER) AND YEAR 2012 (JANUARY - APRIL) AT A TOTAL OF \$872,536.05.

CITY PROPOSAL:

RESOLVED, that city officials are hereby authorized to contract with North American Salt Company for the purchase and delivery of 13,800 tons of road salt for years 2011 and 2012 in accordance with Minnesota State Contract 445156, Release S-803(5) specifications and pricing at \$59.16 per ton in the amount of \$816,408.00 plus 6.875% sales tax of \$56,128.05, for a combined total of \$872,536.05, terms net 30, FOB destination, payable from General Fund 110, Dept./Agency 121 (Public Administration), Org. 1217 (Maintenance Operations), Cost Center 2140 (Street Maintenance), Obj. 5223-01 (Salt & Sand Salt):

(a) \$37,936.35 for 600 tons in budget year 2011

(The city council was not required to approve Purchase Order 2011-0475 issued August 17, 2011, under \$50,000);

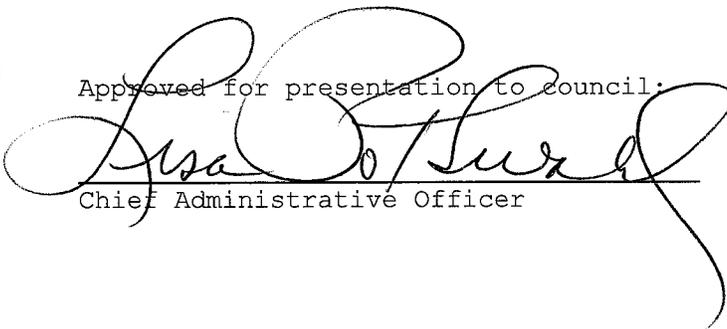
(b) \$333,839.88 for 5,280 tons in budget year 2011 (October - December);

(c) \$500,759.82 for 7,920 tons in budget year 2012 (January - April).

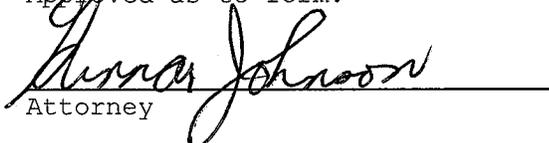
Approved:


Department Director
DK Purchasing Agent

Approved for presentation to council:


Chief Administrative Officer

Approved as to form:


Attorney

Approved:


Auditor

STATEMENT OF PURPOSE: This resolution authorizes a contract with North American Salt Company for a total of 13,800 tons of road salt for 2011 and the first part of 2012 (January through April) for a total of \$872,536.05, payable from the general fund. The price per ton is \$59.16.

The purchase is based on Minnesota state contract 445156, release S-803(5).

Salt is used during the winter season to deice roads for the prevention of accidents.

North American Salt Company is headquartered in Overland Park, Kansas.

Requisition No. 11-0475