

PUBLIC WORKS & UTILITIES COMMITTEE

12-0092R

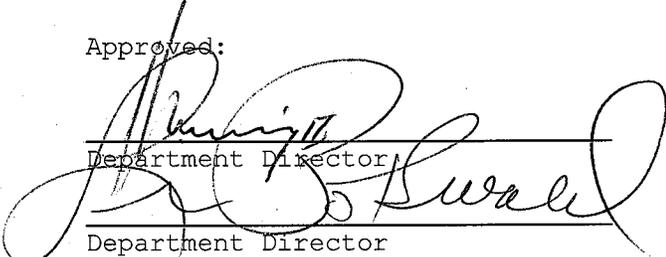
RESOLUTION RENEWING ANNUAL CONTRACT WITH DULUTH READY MIX, INC., FOR THE PURCHASE AND DELIVERY OF CLASS 5 GRAVEL, 3/4-INCH WASHED ROCK, RIP RAP, AND BEDDING SAND FOR YEAR 2012 FOR A TOTAL ESTIMATED AMOUNT OF \$154,274.06.

CITY PROPOSAL:

RESOLVED, the proper city officials are hereby authorized to implement the first renewal option of an annual contract with Duluth Ready Mix, Inc., the second year of a three-year contract, running May 1, 2012, through April 30, 2013, for the purchase and delivery of class 5 gravel, 3/4-inch washed rock, rip rap, and bedding sand in year 2012 for \$144,350.00 plus \$9,924.06 sales tax for a total estimated amount of \$154,274.06, terms net 30, FOB destination, payable from the following accounts:

Amount	Fund	Public Works & Utilities	Utility Ops.	Gravel & Other Mtce. Materials
\$59,983.59	Water 510	500	1945	5224
\$13,279.22	Gas 520	500	1945	5224
\$37,379.53	Sewer 530	500	1945	5224
\$16,699.22	Stormwater 535	500	1945	5224
Amount	Fund	Public Admin.	Mtce. Ops.- Street Mtc.	Gravel & Other Mtce. Materials
\$26,932.50	General 110	121	1217-2140	5224

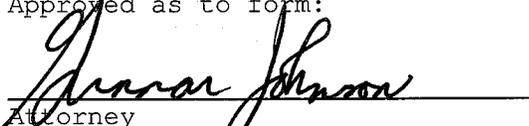
Approved:

  
 Department Director

Department Director

Purchasing Agent 

Approved as to form:

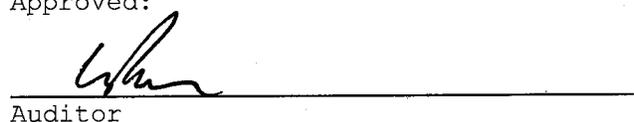
  
 Attorney

PWU/PRCH DS:le 02/15/2012

Approved for presentation to council:

  
 Chief Administrative Officer

Approved:

  
 Auditor

STATEMENT OF PURPOSE: This resolution authorizes the first renewal of the city's annual contract with Duluth Ready Mix, Inc., for the purchase and delivery of class 5 gravel, 3/4-inch washed rock, rip rap, and washed sand in year 2012 for \$154,276.06, payable from the water, gas, sewer, and stormwater, and general funds. This renewal period runs from May 1, 2012, through April 30, 2013.

The purchasing division posted the original request for bids March 21, 2011, on the city's website. The city received eight bids by the April 7, 2011, closing date. After careful review, the purchasing agent determined that the low bid was Duluth Ready Mix, Inc., considering the cost of material and delivery.

Requisition No. 12-0165