

PURCHASING & LICENSING COMMITTEE

13-0263R

RESOLUTION AUTHORIZING THE RENEWAL OF A CONTRACT WITH DULUTH READY MIX, INC., THE THIRD YEAR OF A THREE-YEAR CONTRACT, FOR THE PURCHASE AND DELIVERY OF WASHED SAND DURING YEAR 2013 FOR A TOTAL AMOUNT OF \$58,781.25.

CITY PROPOSAL:

RESOLVED, that the proper city officials are hereby authorized to execute the renewal of the contract with Duluth Ready Mix, Inc., the third year of a three-year contract, for the purchase and delivery of 5,500 tons of washed sand during fiscal year 2013 for use by the street maintenance division in accordance with the vendor's original bid of \$10.00 per ton for a total of \$55,000.00 plus \$3,781.25 sales tax, for a combined total of \$58,781.25, terms net 30, FOB destination, payable from General Fund 110, Dept./Agency 121 (Public Administration), Div. 1217 (Maintenance Operations), Cost Center 2140 (Street Maintenance), Object 5223-02 (Salt and Sand Sand).

RESOLVED FURTHER, that 5,500 tons will be delivered to the following Duluth locations: 2,500 tons to 1123 Mesaba Avenue, 2,500 tons to 105 North 40th Avenue West, and 500 tons to 2407 Commonwealth Avenue.

Approved:



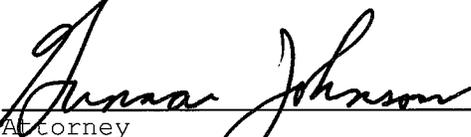
Department Director
Purchasing Agent 

Approved for presentation to council:



Chief Administrative Officer

Approved as to form:



Attorney

Approved:



Auditor

STATEMENT OF PURPOSE: This resolution authorizes the purchase of 5,500 tons of washed sand from Duluth Ready Mix, Inc., for use by street maintenance crews, for a total of \$58,781.25, payable from General Fund 110. This action also renews an existing contract with the vendor, the third year of a three-year contract.

Duluth Ready Mix will deliver a total of 5,500 tons on August 19, 2013, to the following city locations:

- (a) 2,500 tons to 1123 Mesaba Avenue,
- (b) 2,500 tons to 105 North 40th Avenue West,
- (c) 500 tons to 2407 Commonwealth Avenue.

The purchasing division posted the original request for bids for gravel, washed sand, and rock on March 21, 2011, on the city's website. The city received eight bids by the closing date. After careful review, the purchasing agent determined that Duluth Ready Mix, Inc., submitted the lowest bid, considering the cost of material and delivery. The Duluth city council approved a contract with Duluth Ready Mix, Inc., with passage of Resolution 11-0183R on April 25, 2011.

Requisition 13-0363