

PURCHASING & LICENSING COMMITTEE

13-0447R

RESOLUTION AUTHORIZING A CONTRACT WITH NORTH AMERICAN SALT COMPANY FOR THE TAX-EXEMPT PURCHASE OF ROAD SALT FOR YEAR 2014 IN THE AMOUNT OF \$526,524.00.

CITY PROPOSAL:

RESOLVED, that the proper city officials are hereby authorized to contract with North American Salt Company for the purchase and delivery of 8,900 tons of road salt for year 2014 in accordance with Minnesota State Contract 62343, Release S-803(5) specifications and pricing at \$59.16 per ton for a total amount of \$526,524.00, terms net 30, FOB destination, payable from General Fund 110, Dept./Agency 121 (Public Administration), Div.1217 (Maintenance Ops.), Cost Ctr. 2140 (Street Maintenance), Obj. 5223-01 (Salt/Sand Salt).

RESOLVED FURTHER, that this purchase is exempt from state sales tax as a result of legislative changes signed into law in 2013.

Approved:

  
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Department Director  
Purchasing Agent DS

Approved for presentation to council:

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

Approved as to form:

  
\_\_\_\_\_  
Attorney

Approved:

  
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Auditor

STATEMENT OF PURPOSE: This resolution authorizes the tax-exempt purchase of 8,900 tons of road salt for year 2014 for \$526,524.00. This purchase is based on Minnesota State Contract 62343, Release S-803(5). The price per ton remains the same as in 2012 at \$59.16 per ton.

The city uses salt during the winter season to de-ice roads for the prevention of accidents. Maintenance operations used 3,277 tons of salt from October through December of 2012, and 11,768 tons from January through April 2013.

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

Requisition pending for 2014