



## Legislation Text

File #: 20-0011R, Version: 1

RESOLUTION AUTHORIZING THE PURCHASE OF DELIVERED CLASS 5 GRAVEL, 3/4-INCH CRUSHED WASHED ROCK, RIP-RAP, AND SAND FROM DULUTH READY MIX, INC. FOR AN AMOUNT NOT TO EXCEED \$432,407.50

### CITY PROPOSAL:

RESOLVED, that the proper city officials are hereby authorized to purchase delivered class 5 gravel, 3/4-inch crushed washed rock, rip-rap, and sand from Duluth Ready Mix, Inc., in year 2020, for an estimated total amount not to exceed \$432,407.50, payable as follows:

- \$ 95,191.00 510-500-1945-5224 (water fund, public works and utilities, utility operations, gravel and other mtce materials)
- \$ 47,595.50 520-500-1945-5224 (gas fund, public works and utilities, utility operations, gravel and other mtce materials)
- \$ 47,595.50 530-500-1945-5224 (sewer fund, public works and utilities, utility operations, gravel and other mtce materials)
- \$ 47,595.50 535-500-1945-5224 (stormwater fund, public works and utilities, utility operations, gravel and other mtce materials)
- \$134,680.00 110-500-1920-5223-02 (general fund, public works & utilities, street maintenance, salt & sand, sand)
- \$ 59,750.00 110-500-1920-5224 (general fund, public works & utilities, street maintenance, gravel & other mtce materials)

STATEMENT OF PURPOSE: This resolution authorizes the purchase of delivered class 5 gravel, 3/4-inch crushed washed rock, rip-rap, and sand from Duluth Ready Mix, Inc., to be used by public works and utilities and street maintenance in year 2020, for an estimated amount of \$432,407.50.

The purchasing division posted an invitation to bid on December 27, 2016, and received four bids. After careful review, the purchasing agent determined the low bid was Duluth Ready Mix, Inc. and entered into a one-year agreement with four optional one-year renewals. Although the 2020 prices shown below increased from the original bid prices by \$0.50 per ton for gravel and washed sand and \$0.20 per ton for rip rap and 3/4-in crushed rock, they are still competitive and lower than the other bids received. This purchase will be the third optional renewal.

<u>(Per Ton Prices)</u>	Duluth
Class V Gravel	<u>Ready Mix</u>
	11.95

3/4-in washed, crushed rock	18.65
Rip-rap	28.20
Sand	12.95