June 3, 2014

To:

Mayor Bemrich and City Council

From:

David Fierke, City Manager

Subject:

APPROVAL FOR PURCHASE

ROCK SALT BIDS

ACTION:

For vote Monday, June 9, 2014



Public Works Department has received quotes for the purchase of rock salt for the winter season of 2014-15. Our anticipated needs are 1,500 tons of rock salt.

Analysis of Issue

Bids have been received from the four companies listed below for the purchase of 1,500 ton of rock salt for the winter season. One of the companies implements a fuel surcharge with an escalator/de-escalator clause. Any of the companies would be able to supply our entire requirement of 1,500 ton.

Company West Plains, LLC	<u>Bid</u> \$71.00 / ton	Fuel Surcharge \$0.00	<u>Total</u> \$71.00 / ton
Land O'Lakes	\$72.50 / ton	\$0.00	\$72.50 / ton
Independent Salt Co.	\$74.51 / ton	\$0.00	\$74.51 / ton
Blackstrap Inc.	\$81.70 / ton	Base cost for diesel is \$4.00/gal. If price increases/decreases by \$.20/gal the cost per ton of salt increases or decreases accordingly in \$.20 increments	\$85.20 / ton

Budget Impact

This is an approved expenditure through the Public Works Road-Use-Tax funds as set aside by the City Council.



Strategic Plan Impact

Infrastructure Policy D.4.2: Advanced planning for all infrastructure facilities shall be supported and routinely updated. Facilities benefited by advanced planning shall include, at minimum, schools, health care, residential areas, roads, water, sewer, storm water management, parks, recreation and greenways.

Comprehensive Plan Impact

Not applicable.

Subcommittee or Commission Review / Recommendation

Not applicable.

Staff Conclusions / Recommendations

Staff recommends accepting the bid and purchasing salt from West Plains for the 2014-15 winter season.

Alternatives

None.

Implementation and Accountability

Upon formal action from the City Council, notification will be sent to the bidders and the rock salt will be ordered for the FY2014-15 winter season.

Signed

Greg N. Kock

Director, Public Works

Approved

David R. Fierke

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City Manager