

Legislation Text

File #: 18-0373, Version: 2

Resolution to Approve an Increase to the Purchase Order to Detroit Salt Company for Additional Ice-Control Salt (\$42,932.00)

City Council approval is requested to increase the purchase order for Detroit Salt Company by \$42,932.00 for the purchase of seasonal backup ice-control salt.

On September 18, 2017, City Council approved R-17-348 authorizing the purchase of 4,000 tons of seasonal backup ice-control salt using the Michigan extended purchasing program (MiDEAL). The contract allows the City to purchase an additional 30% of the original contract tonnage. The City wishes to purchase this additional capacity to ensure adequate salt supply for the remainder of the season.

Budget/Fiscal Impact

Sufficient funds for this additional purchase are available within the appropriate approved FY18 Public Services Area Operation and Maintenance Budgets.

Annually, the State of Michigan solicits a statewide bid for bulk ice-control salt, allowing participants to receive advantageous pricing. Detroit Salt Company was the low bidder for the seasonal backup supply.

Seasonal Backup - 1,200 tons at \$35.11/ton - + \$800.00* for truck loading variances \$42,932.00

* Due to the difficulty of loading trucks to the exact tonnage ordered, we are seeking an additional \$800.00 above the quantity requested to be able to pay the vendor, Detroit Salt, if overloading should occur on the early fill.

Prepared by: Molly Maciejewski, Public Works Manager

Reviewed by: Craig Hupy, Public Services Area Administrator

Approved by: Howard S. Lazarus, City Administrator

Whereas, The City uses ice-control salt on major streets, local streets, and other public spaces during the winter months in response to snow and ice accumulation, with care given to achieving a balance between traffic safety and environmental impacts;

Whereas, On September 18, 2017, City Council approved R-17-348 authorizing the purchase of 1,000 tons of early fill and 4,000 tons of seasonal backup ice-control salt in the amount of \$173,160.00;

Whereas, The MiDEAL contract allows the purchase of an additional 30% of the original contracted tonnage;

Whereas, Current authorized purchases have been exhausted prior to the end of the snow season;

Whereas, Detroit Salt Company is an approved vendor of the State of Michigan and complies with

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the City's Non-Discrimination Ordinance; and

Whereas, Sufficient funds for this additional purchase are available the appropriate approved FY18 Public Service Area Public Services Area Operation and Maintenance Budgets;

RESOLVED, That City Council approve an increase of \$42,932.00 to the Detroit Salt Company purchase order for the purchase of seasonal back up supply ice-control salt, for a total amount of \$216,092.00; and

RESOLVED That Council authorize the City Administrator to take the necessary administrative actions to implement this resolution.