

Request for Council Action

Originator Purchasing	Item Sealcoat Aggregate - Approve Contract Extension
Agenda Section Consent	Date 4/4/2016

Description

Council is requested to approve the extension to the Agreement for FA-2 Mod. 1/8", Mn/DOT 3137.2B Class A trap rock (diabase) seal coat aggregate for use by the Street Maintenance Division from Dresser Trap Rock. The current agreement was approved by Council on April 6, 2015. The agreement is through March 31, 2016 and has the ability to extend for an additional one (1) year period through March 31, 2017.

Dresser Trap Rock has requested a price increase from \$50.25 per ton to \$50.80 per ton due to an increase in labor, employee benefits, and equipment costs.

Staff requests extension of agreement for the purchase of an additional 3,500 tons of the FA-2 Mod. 1/8", Mn/DOT 3137.2B Class A trap rock (diabase) seal coat aggregate from Dresser Trap Rock for a total delivered price of \$50.80 per ton for a total amount of \$177,800.00 for 2016.

The Funding is available in the Street Maintenance Account 165403-56140. Expenditures for the seal coat aggregate in 2014 were \$172,393.22 and 2015 were \$175,875.00.

Requested Action

Approve extension of agreement to furnish and deliver 3500 tons of seal coat aggregate to Dresser Trap Rock for a unit price of \$50.80 per ton for a total amount of \$177,800.00 for 2016 and total not-to-exceed contract amount of \$353,675.00 for 2015 and 2016.

Attachments: