

**CITY OF PALMER
ACTION MEMORANDUM NO. 13-068**

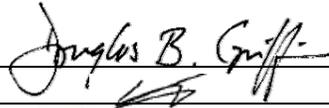
Subject: Authorize the City Manger to Negotiate and Enter into a Contract with Bering Marine Corporation for the Purchase and Delivery of Road Salt in the Amount of \$23,707.50

Agenda of: August 27, 2013

Council Action: Authorized

Approved for presentation by:

City Manager
City Attorney
City Clerk





Certification of Funds:

Total amount of funds listed in legislation:	\$ <u>23,707.50</u>
This legislation (√):	
<input type="checkbox"/> Has no fiscal impact	
Creates:	
<input checked="" type="checkbox"/> A negative fiscal impact in the amount of:	\$ <u>23,707.50</u>
<input type="checkbox"/> A positive fiscal impact in the amount of:	\$ _____
<input checked="" type="checkbox"/> Funds are budgeted.	
Funds are budgeted from this (these) line item(s):	
a) ➤ 01-17-40-6066	\$ <u>23,707.50</u>
b) ➤	\$ _____
a) Funds originally budgeted in line item : \$ <u>35,000.00</u>	
Difference in budgeted funds: \$ <u>11,292.50</u>	
b) Funds originally budgeted in line item : \$ _____	
Difference in budgeted funds: \$ _____	
<input type="checkbox"/> Funds are not budgeted.	
Budget amendment required in the total amount of: \$ _____	
Affected line item(s):	
➤	\$ _____
➤	\$ _____
<input type="checkbox"/> General fund unassigned balance (after budget modification)	\$ _____
<input type="checkbox"/> Enterprise unrestricted net position (after budget modification)	\$ _____
Director of Finance signature certifying funds:	

Summary statement: This action memorandum requests approval to negotiate and enter into a contract with Bering Marine Corporation for the purchase and delivery of road salt in the amount of \$23, 707.50. This is a budgeted item that is requested and required annually. The Department of Public Works requested quotes, but only two responded.

Company	Quantity	Amount
Bering Marine	Per Ton	\$ 158.05
Univar USA	Per Ton	\$ 579.60

Bering Marine Corporation (BMC) is the supplier of road salt in Alaska, and Univar purchases the salt from BMC.

The city uses approximately 150 tons of road salt and sand annually for winter maintenance on City Road surfaces.

$$150 \text{ tons} \times \$150.05 = \$23,707.50$$

The price from Bering Marine was \$6.72 cheaper per ton this year compared to last year.

Administration recommendation: Approve action memorandum 13-068.