

PUBLIC WORKS & UTILITIES COMMITTEE

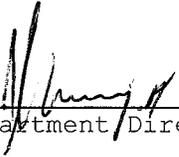
14-0004R

RESOLUTION AWARDING A CONTRACT TO K.A. STEEL CHEMICALS, INC., FOR THE PURCHASE AND DELIVERY OF 85,000 GALLONS OF CAUSTIC SODA IN YEAR 2014 FOR \$155,958.00.

CITY PROPOSAL:

RESOLVED, that city officials are hereby authorized to contract with K.A. Steel Chemicals, Inc., for the purchase and delivery of 85,000 gallons of caustic soda in year 2014 in accordance with city-approved specifications and the vendor's low bid of \$1.8348 per gallon, for a total of \$155,958.00, terms net 30, FOB destination, payable from Water Fund 510, Dept./Agency 500 (Public Works & Utilities), Org. 1955 (Water Treatment & Pumping), Object 5216-05 (Chemicals - Liquid Caustic Soda).

Approved:



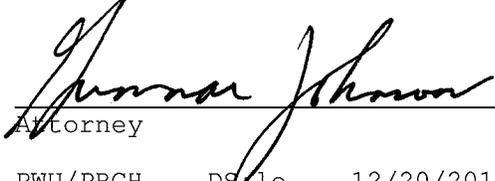
Department Director
Purchasing Agent DLW

Approved for presentation to council:



Chief Administrative Officer

Approved as to form:



Attorney
PWU/PRCH DS.le 12/20/2013

Approved:



Auditor

STATEMENT OF PURPOSE: This resolution authorizes the purchase of 85,000 gallons of caustic soda from K.A. Steel Chemicals, Inc., for a total amount of \$155,958.00, payable from the water fund.

This chemical is used for water purification at the Lakewood water treatment plant, 8130 Congdon Boulevard, in Duluth. The total of 85,000 gallons is an estimated quantity based on past need.

The purchasing division posted a request for bids November 19, 2013, on the city's website and received four responses by the closing date. K.A. Steel Chemicals, Inc., submitted the lowest bid.

CAUSTIC SODA Bid No. 14-0009 Bids Opened December 11, 2013		
Vendor	City/State	Base Bid
K.A. Steel Chemicals, Inc.	Downers Grove, Illinois	\$155,958.00
Hawkins, Inc.	Roseville, Minnesota	\$156,357.50
Univar USA, Inc.	Bedford Park, Illinois	\$163,795.00
Harcros Chemical, Inc.	St. Paul, Minnesota	\$179,010.00

Requisition 14-0009