

Water Board Building 735 Randolph Street Detroit, MI 48226 Board of Water Commissioners 313-224-4704 detroitmi.gov/dwsd

Agenda of December 14, 2016 Item No.16-0199 Blanket Contract #6000488 Amount: \$169,480.00

TO: The Honorable

Board of Water Commissioners City of Detroit, Michigan

FROM: Gary Brown, Director

Water and Sewerage Department

RE: DWSD BPO Purchase Order No. 6000488 for Seasonal Rock Salt for Central

Warehouse (WCW) for One Year with One Renewal Option

MOTION

Upon recommendation of Marcus Hudson, Chief Finance Officer, the Board of Water Commissioners for the City of Detroit, Water and Sewerage Department authorizes the Director to approve the Blanket Purchase Order No. 6000488 for Seasonal Rock Salt as part of the State of Michigan MI Deal Contract #071B1300339, Chance Notice #7 with Detroit Salt Company in the amount not to exceed \$169,480.00 with one (1) – 1 year renewal option, at a cost not-to-exceed \$169,480.00 and also authorizes the Director to take such other action as may be necessary to accomplish the intent of this vote.

JUSTIFICATION

The Detroit Water and Sewerage Department (DWSD) Office of Purchasing recommends the approval of this contract primarily because it is anchored to the State of Michigan contract and such represents the lowest acceptable price. Rock salt is used by the department during the winter season to minimize injuries to the public as well DWSD employees. WCW provides rock salt to most DWSD locations. This contract will serve to replenish stock levels throughout the winter season preventing emergency spot buys.

BACKGROUND

Historically, DWSD has participated, along with the City of Detroit, in the State of Michigan MI Deal for Seasonal Rock Salt Requirements.

PROCUREMENT METHOD

DWSD has opted to participate in the State of Michigan MI Deal Contract which utilized competitive procurement methods.