MEMORANDUM



TO: City Council

FROM: Bob Gerold, Public Works Director

SUBJECT: 2023 Sealcoating

DATE: April 24, 2023

Background:

MN Statues 471.345 Subd 4 states that for contracts with values between \$25,000 and \$175,000, the contract may be made by either sealed bids OR direct negotiations by obtaining two quotes. The 2023 budget includes \$180,000 for street sealcoating.

Two quotes were obtained for sealcoat services:

Allied Blacktop Company: \$1.36 Sq Yard Total: \$136,000 Astech Corp. \$1.77 Sq Yard Total: \$177,000 Fahrner Asphalt Sealers \$1.87 Sq Yard Total: \$187,000 Pearson Brothers Incorporated: \$2.50 Sq Yard Total: \$250,000

Recommendation:

Staff recommends that the 2023 sealcoat project be awarded to Allied Blacktop Company for \$1.36 per Square Yard.