

# STATE OF INDIANA

Eric J. Holcomb, Governor

#### DEPARTMENT OF ADMINISTRATION

Procurement Division 402 W Washington Street, Room W468 Indianapolis, Indiana 46204 317 / 232-3053

#### Award Recommendation Letter

Date:	May 26, 2020
То:	L. Erin Kellam, Deputy Commissioner Indiana Department of Administration
From:	Abigail Chittenden, Senior Account Manager Indiana Department of Administration
Subject:	Recommendation for Award of Negotiated Bid ASA-20-858 Road Salt for INDOT, Other State Agencies, and Local Government Entities

#### Total Estimated Value of Awards: \$46,352,450.94

Based on the State's evaluation of bids received for <u>ASA-20-858</u>, **Cargill Inc., Compass Minerals America, Inc., and Detroit Salt Company LLC** are recommended for a split award to provide Road Salt for <u>INDOT</u>, <u>Other State Agencies</u>, and <u>Local Government Entities</u> by the salt types, districts, and entities specified below. Terms of the award recommendation are outlined in this letter.

#### TREATED SALT

Line Items	INDOT District	Entity Type	Recommended Bidder
1-3	Crawfordsville District	INDOT and Other State Agencies	Cargill Inc.
4-5	Crawfordsville District	Local Government Entities	Cargill, Inc.
6-8	Fort Wayne District	INDOT and Other State Agencies	N/A – No Services Requested in this Area
9-10	Fort Wayne District	Local Government Entities	Cargill, Inc.
11-13	Greenfield District	INDOT and Other State Agencies	Cargill, Inc.
14-15	Greenfield District	Local Government Entities	Cargill, Inc.
16-18	LaPorte District	INDOT and Other State Agencies	N/A – No Services Requested in this Area
19-20	LaPorte District	Local Government Entities	Cargill, Inc.
21-23	Seymour District	INDOT and Other State Agencies	N/A – No Services Requested in this Area
24-25	Seymour District	Local Government Entities	Cargill, Inc.
26-28	Vincennes District	INDOT and Other State Agencies	Cargill, Inc.
29-30	Vincennes District	Local Government Entities	Cargill, Inc.

#### **UNTREATED SALT**

Line Items	INDOT District	Entity Type	Recommended Bidder
31-33	Crawfordsville District	INDOT and Other State Agencies	Detroit Salt Company
34-35	Crawfordsville District	Local Government Entities	Detroit Salt Company
36-38	Fort Wayne District	INDOT and Other State Agencies	Compass Minerals America
39-40	Fort Wayne District	Local Government Entities	Compass Minerals America
41-43	Greenfield District	INDOT and Other State Agencies	Cargill, Inc.
44-45	Greenfield District	Local Government Entities	Cargill, Inc.
46-48	LaPorte District	INDOT and Other State Agencies	Compass Minerals America
49-50	LaPorte District	Local Government Entities	Cargill, Inc.
51-53	Seymour District	INDOT and Other State Agencies	Cargill, Inc.
54-55	Seymour District	Local Government Entities	Cargill, Inc.
56-58	Vincennes District	INDOT and Other State Agencies	Compass Minerals America
59-60	Vincennes District	Local Government Entities	Compass Minerals America

ASA-20-858 requested the items listed below.

## TREATED SALT

Line Item	INDOT District	Entity	Connitnent Range	2020/2021 Early Fill Quantity (1002)	2020/2021 Scasonal Quantity (1002)	Unit of Measure	Delivery Method
1				0		TON	Delivered
2		INDOT & Other State Agencies	80%-120%		5,717	TON	Delivered & Loaded
3	10-Crawfordsville					TON	Pick Up
4		Local Governmental Entities	80%-120%	0	13,985	TON	Delivered
5		Eocal Governmental Endles	004-1204	Ů	10,005	TON	Pick Up
6						TON	Delivered
7		INDOT & Other State Agencies	80%-120%	0	0	TON	Delivered & Loaded
8	20-Fort Wayne					TON	Pick Up
9		Local Governmental Entities	80%-120%	0	2,295	TON	Delivered
10		Eocal Governmental Entitles	004-1204	°	2,235	TON	Pick Up
11						TON	Delivered
12		INDOT & Other State Agencies	80%-120%	0	275	TON	Delivered & Loaded
13	30-Greenfield					TON	Pick Up
14		Local Governmental Entities 80%-120% 0	90% 400%		50,305	TON	Delivered
15			50,305	TON	Pick Up		
16		INDOT & Other State Agencies	80%-120%	0	0	TON	Delivered
17						TON	Delivered & Loaded
18	40-LaPorte					TON	Pick Up
19		Local Governmental Entities	80%-120%	0	28,560	TON	Delivered
20		Local Governmental Entitles	804-1204	°	20,000	TON	Pick Up
21		INDOT & Other State Agencies	80%-120%	0	0	TON	Delivered
22						TON	Delivered & Loaded
23	50-Seymour					TON	Pick Up
24		Local Governmental Entities	80%-120%	0	12,585	TON	Delivered
25		Local Governmental Entitles	004-1204	0	12,000	TON	Pick Up
26	-			0	65	TON	Delivered
27		INDOT & Other State Agencies	Agencies 80%-120%			TON	Delivered & Loaded
28	60-Vincennes					TON	Pick Up
29		Local Governmental Entities	80%-120%	0	860	TON	Delivered
30		Local Governmental Entitles	004-1204	l °		TON	Pick Up

## UNTREATED SALT

Line Item	INDOT District	Entity	Commitment Range	2020/2021 Early Fill Quantity (1002)	2020/2021 Seasonal Quantity (1002)	Unit of Measure	Delivery Method
31						TON	Delivered
32		INDOT & Other State Agencies	80%-120%	0	56,817	TON	Delivered & Loaded
33	10-Crawfordsville					TON	Pick Up
34		Local Governmental Entities	80%-120%	0	13,640	TON	Delivered
35		Eocal Governmental Entities	004-1204	ů	15,640	TON	Pick Up
36						TON	Delivered
37		INDOT & Other State Agencies	80%-120%	0	65,000	TON	Delivered & Loaded
38	20-Fort Wayne					TON	Pick Up
39	-	Local Governmental Entities	80%-120%	0	35,420	TON	Delivered
40		Local Governmental Entitles	004-1204	0	35,420	TON	Pick Up
41						TON	Delivered
42		INDOT & Other State Agencies	80%-120%	0	65,082	TON	Delivered & Loaded
43	30-Greenfield					TON	Pick Up
44		Local Governmental Entities	80%-120%	0	14,230	TON	Delivered
45		Local Governmental Entities	804-1204	0	14,230	TON	Pick Up
				•	•		
46				0	66,550	TON	Delivered
47		INDOT & Other State Agencies	80%-120%			TON	Delivered & Loaded
48	40-LaPorte	LaPorte			TON	Pick Up	
49		Local Governmental Entities	80%-120%	0	60.000	TON	Delivered
50		Local Governmental Entities	004-1204	0	68,020	TON	Pick Up
				•	•		
51				0	37,100	TON	Delivered
52		INDOT & Other State Agencies	80%-120%			TON	Delivered & Loaded
53	50-Seymour	-				TON	Pick Up
54			008-4008-	<u>,</u>	40.070	TON	Delivered
55		Local Governmental Entities	80%-120%	0	12,270	TON	Pick Up
56				0	12,000	TON	Delivered
57	1	INDOT & Other State Agencies	F & Other State Agencies 80%-120%			TON	Delivered & Loaded
58	60-Vincennes	-				TON	Pick Up
59		1 10		<u>^</u>		TON	Delivered
60	1	Local Governmental Entities	80%-120%	0	6,250	TON	Pick Up

The State of Indiana received responses from five (5) bidders:

- American Rock Salt Co LLC
- Cargill, Inc.
- Compass Minerals America Inc.
- Detroit Salt Company LLC
- Morton Salt, Inc.

American Rock Salt Co LLC claimed and qualified for the U.S. Manufactured Preference for all line items bid. Cargill, Inc. claimed and qualified for the Indiana Business Preference, as well as the U.S. Manufactured Preference for all line items. Compass Minerals America, Inc. claimed and qualified for the U.S. Manufactured Preference for select line items bid. Detroit Salt Company LLC claimed and qualified for the U.S. Manufactured Preference for select line items bid. Morton Salt, Inc. claimed and qualified for the U.S. Manufactured Preference for select line items bid. Morton Salt, Inc. claimed and qualified for the U.S. Manufactured Preference for select line items bid. Morton Salt, Inc. claimed and qualified for the U.S. Manufactured Preference for all line items bid. The Indiana Business Preference was applied to the qualified bid and was included during price evaluation. Please refer to the attached .xls file, **Attachment A**, for detailed preference information by line item.<sup>1</sup>

When necessary, the bidders were asked to clarify their responses in order to ensure State needs were met. The bids were evaluated by the Indiana Department of Administration according to the criteria established in the bid documents.

### Award Summary

The table below outlines the award summary for ASA-20-858. Please refer to the attached .xls file, **Attachment A**, for a detailed summary.

Bidder	Line Items Awarded	Total Evaluation Amount	Preferences	Total Award Amount
Cargill, Inc.	<u>Treated Salt</u> : Line items 1-5, 9-15, 19-20, 24-30 <u>Untreated Salt</u> : Line items 41-45, 49-55	\$25,556,414.08	Indiana Business Preference and US Manufactured <sup>1</sup>	\$25,858,728.60
Compass Minerals America, Inc.	<u>Untreated Salt</u> : Line items 36-40, 46-48, 56-60	\$14,520,235.60	US Manufactured <sup>1</sup>	\$14,520,235.60
Detroit Salt Company	<u>Untreated Salt</u> : Line items 31-35	\$5,973,486.74	US Manufactured <sup>1</sup>	\$5,973,486.74
				<b>\$</b> 46,352,450.94

During the course of the evaluation, proposals were scrutinized to determine the viability of the proposed business solutions to meet the needs of the State.

The term of each initial contract shall be for a period of one (1) year from the date of contract execution. There may be three (3) one year renewals for a total of four (4) years, at the State's option.

Abigail Chittenden, Senior Account Manager Indiana Department of Administration

<sup>&</sup>lt;sup>1</sup> The Indiana Department of Administration has determined the purchase of road salt manufactured in the United States is not in the public interest due to the added cost of granting this purchasing preference during the pandemic while the state and local governments are experiencing severe revenue shortfalls. *See* Ind. Code § 5-22-15-21(c)(4).