

City of Rochester Hills AGENDA SUMMARY FINANCIAL ITEMS

1000 Rochester Hills Dr. Rochester Hills, MI 48309 248.656.4630

www.rochesterhills.org

Legislative File No: 2022-0236

TO: Mayor and City Council Members

FROM: Ken Elwert, CPRE, Director Parks and Natural Resources

DATE: May 9, 2022

SUBJECT: Brooklands Plaza Shade Structure

REQUEST:

City Council is requested to authorize a contract/blanket purchase order for the installation of a shade structure at Brooklands Plaza to KLM Scape & Snow LLC dba KLM Landscape, Armada, Michigan in the amount of \$66,500.00 with a 10% project contingency in the amount of \$6,650.00 for a total not-to-exceed project amount of \$73,150.00 and further authorizes the Mayor to execute a contract on behalf of the City.

REASON FOR PURCHASE:

The City posted bids utilizing the MITN system with notification sent to over 470 vendors with one (1) response received. The market continues to be a challenge with labor shortages, long lead times, pricing instability, etc. At the time of the bid due date, the City had not received any bids and had to extend the due date two (2) weeks in order to reach out directly to vendors to encourage competition and try to receive responses in order to get the work completed. Having only received one bid the City conducted a cost analysis and determined that the pricing is fair and reasonable. Additionally, the bid came in under the engineer's estimate. The City has deemed KLM as the lowest, responsive, and responsible bidder and based on all the factors recommends award to KLM Scape and Snow LLC.

Shade has been the public's number one request for the area since the Brooklands Splash Pad has opened. This request will provide two shade canopies of approximately 700 square feet on the west side of the plaza.

PROCESS:

Vendor Name and Address:

KLM Scape & Snow LLC dba KLM Landscape 70570 Powell Armada, MI 48005

Reason for Selection:

Lowest, responsive, responsible bidder

Method of Purchase:

Contract/Blanket Purchase Order

BUDGET:

Funding is included in the FY 2022 Adopted Budget.

Funding for this project will come from the new Parks Infrastructure Millage via a transfer-in to the Facilities Fund.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Facilities Fund	631.974000	Land Improvement: Splash Pad Shade Structure	\$100,000	\$73,150	+\$26,850

RECOMMENDATION:

It is recommended that City Council authorize a contract/blanket purchase order for the installation of a shade structure at Brooklands Plaza to KLM Scape & Snow LLC dba KLM Landscape, Armada, Michigan in the amount of \$66,500.00 with a 10% project contingency in the amount of \$6,650.00 for a total not-to-exceed project amount of \$73,150.00 and further authorizes the Mayor to execute a contract on behalf of the City.

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Budget Content:		
Chief Financial Officer		
Purchasing Process:		
Procurement Manager		
Mayor		
City Clerk		

Contract Reviewed by City Attorney	☐ Yes	⊠ N/A

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