



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: 2022-0293

TO: Mayor and City Council Members

FROM: Mike Viazanko, Director Building/Facilities/Ordinance
Sara Roediger, Director of Planning and Economic Development
Paul Davis, Deputy Director Department of Public Services

DATE: July 11, 2022

SUBJECT: Demolition and Abatement Services for Eastern Avenue Homes and Accessory Structures

REQUEST:

City Council is requested to authorize a blanket purchase order/contract for the demolition and abatement of three (3) residential homes and one (1) accessory structure located on Eastern Avenue for the future construction of a parking lot to Blue Star, Inc., Warren, Michigan in the amount of \$74,300.00 with a 10% project contingency in the amount of \$7,430.00 for a total not-to-exceed amount of \$81,730.00 and further authorizes the Mayor to execute an agreement on behalf of the City.

REASON FOR PURCHASE:

The City's Purchasing Division issued Request for Proposals utilizing the MITN system with five (5) proposal responses received. A committee consisting of staff from Planning and Economic Development, Engineering and Facilities reviewed the responses received and is recommending Blue Star, Inc. for award of the project based on their references, capacity, work plan and best value cost proposal. There was a vendor with a lower cost proposal, but based on the committee's review it was noted that they did not provide comparable projects and only provided one reference related to municipal work, which made it difficult to understand their capacity related to previous scopes of work performed and costs and if they had the capacity to handle the scope of work and timeframe of the City's project. It is based on these factors that recommendation of award for this project is to Blue Star, Inc.

The demolition of these structures will be completed this summer and will allow for the construction of two public parking lots on the south side of Auburn Road to serve the Brooklands District.

PROCESS:

Vendor Name and Address:

Blue Star, Inc.
21950 Hoover
Warren, MI 48089

Reason for Selection:

Best Value

Method of Purchase:

Blanket Purchase Order/Contract

BUDGET:

Funding is included in the FY 2022 Adopted Budget

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Facilities Fund	631.807000	Contractual Services	\$90,000	\$81,730	\$8,270

RECOMMENDATION:

It is recommended to authorize a blanket purchase order/contract for the demolition and abatement of three (3) residential homes and one (1) accessory structure located on Eastern Avenue for the future construction of a parking lot to Blue Star, Inc., Warren, Michigan in the amount of \$74,300.00 with a 10% project contingency in the amount of \$7,430.00 for a total not-to-exceed amount of \$81,730.00 and further authorizes the Mayor to execute an agreement 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