

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: 2016-0127

TO: Mayor and City Council Members

FROM: Allan E. Schneck, P.E., Director, Department of Public Services

DATE: April 11, 2016

SUBJECT: North Hill Subdivision Water Main Replacement & Road Resurfacing Project

City File #E15-028

REQUEST:

The Department of Public Services recommends awarding the contract for the *North Hill Subdivision Water Main Replacement & Road Resurfacing Project* to Bidigare Contractors, Inc. of Northville, Michigan in the amount of \$2,408,543.80 and authorizes the Mayor to execute a contract on behalf of the City.

The Department of Public Services also requests City Council authorization of a 10% contingency in the amount of \$240,854.38 to allow for quantity adjustments based final measurements verified in the field for a total not-to-exceed construction cost of \$2,649,398.18.

REASON FOR PURCHASE:

The North Hill Subdivision project consists of a water main replacement project and asphalt overlay project.

The water main replacement project is being completed because of its age, cast iron pipe material type, and break history. The Scope of Work includes the replacement of approximately 6,020 LFT of 6" and 8" cast iron water main with 10" HDPE SDR 11 pipe via the pipe bursting method. The contractor will be responsible for supplying customers with a potable source of water or ensure that water shut offs are minimal during the main replacement project.

The scope of work for the road project includes a 2-inch mill and asphalt overlay project throughout North Hill subdivision and to also upgrade pathway ramps, as needed, to meet ADA compliance. The contractor shall maintain local traffic at all times.

The City posted the bid utilizing the MITN system. Three (3) bid responses were received on March 16, 2016 (bid summary attached). Of the bids received, Bidigare Contractors Inc. was the lowest, responsive, responsible bidder.

Work is expected to begin in May 2016 with a completion date scheduled for September, 2016.

PROCESS:

Vendor Name and Address: Bidigare Contractors, Inc. 7820 Chubb Road Northville, MI 48168

Reason for Selection:

Lowest, Responsive, Responsible Bidder

Method of Purchase:

Blanket Purchase Order

BUDGET:

The North Hill Subdivision Local Street Rehabilitation and Water Main Replacement Projects are included in the FY 2016 Adopted Budget.

If approved by City Council, a 2nd Quarter Budget Amendment will be presented to increase the Water Main project budget. The additional funding is proposed to be drawn from Water & Sewer Capital Fund Retained Earnings.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining
runu Name		Description	Amount	COSL	Budget
Local Street Fund	454.970000	Construction	\$813,300	\$769,131.88	\$44,168.12
Water & Sewer Capital Fund	593.972000	Equipment: Mains & Services	\$900,000	\$1,880,266.30	(\$980,266.30)
		TOTAL PROJECT	\$1,713,300	\$2,649,398.18	(\$936,098.18)

RECOMMENDATION:

The Department of Public Services recommends awarding the contract for the *North Hill Subdivision Water Main Replacement & Road Resurfacing Project* to Bidigare Contractors, Inc. of Northville, Michigan in the amount of \$2,408,543.80 and authorizes the Mayor to execute a contract on behalf of the City.

The Department of Public Services also requests City Council authorization of a 10% contingency in the amount of \$240,854.38 to allow for quantity adjustments based final measurements verified in the field for a total not-to-exceed construction cost of \$2,649,398.18.

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Budget Content: Finance Director		
Purchasing Process: Supervisor of Procurement		
Mayor		
Deputy Clerk		