



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: 2022-0117

TO: Mayor and City Council Members

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

DATE: March 21, 2022

SUBJECT: Auburn Road Rehabilitation and Water Main Replacement Project
City File #E20-025

REQUEST:

City Council is requested to authorize a contract/blanket purchase order for the Auburn Road Rehabilitation and Water Main Replacement Project to Pamar Enterprises, Inc., New Haven, Michigan in the amount of \$8,090,118.97 with a 10% project contingency in the amount of \$809,011.90 for a total not-to-exceed project amount of \$8,899,130.87 and further authorizes the Mayor to execute a contract on behalf of the City.

REASON FOR PURCHASE:

The City's Purchasing Division issued bids utilizing the MITN system with two (2) bid responses received. Pamar Enterprises, Inc., meets the required qualifications and has previously performed work in the City. Award is recommended to Pamar Enterprises, Inc. as the lowest, responsive responsible bidder.

PROCESS:

Vendor Name and Address:

Pamar Enterprises, Inc.
31604 Pamar Court
New Haven, MI 48048

Reason for Selection:

Lowest, responsive, responsible bidder

Method of Purchase:

Contract/Blanket Purchase Order

BUDGET:

Funding is included in the FY 2022 Adopted Budget.

For FY 2022, as there is no planned Major Road Rehabilitation Program, the funding has been redirected for the Auburn Road Rehabilitation Project.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Major Road Fund	452.970000	MR-01: Major Road Rehabilitation	\$1,010,010.00	\$1,010,010.00	\$0.00
Major Road Fund	452.970000	MR-16C: Auburn Rd. Rehabilitation [Rochester Rd. – Culbertson Rd.]	\$4,406,250.00	\$4,035,402.98	\$370,847.02
W&S Capital Fund	593.972000	WS-59: Auburn Rd. Water Main Replacement [Rochester Rd. – Culbertson Rd.]	\$4,641,250.00	\$3,853,717.89	\$787,532.11
GRAND TOTAL			\$10,057,510.00	\$8,899,130.87	\$1,158,379.13

RECOMMENDATION:

It is recommended that City Council authorize a contract/blanket purchase order for the Auburn Road Rehabilitation and Water Main Replacement Project to Pamar Enterprises, Inc., New Haven, Michigan in the amount of \$8,090,118.97 with a 10% project contingency in the amount of \$809,011.90 for a total not-to-exceed project amount of \$8,899,130.87 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