



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: 2017-0501 version 2

TO: Mayor and City Council Members

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

DATE: May 21, 2018

SUBJECT: South Boulevard Road Rehabilitation - Adams Road to Crooks Road
City File No. E17-016

REQUEST:

The Department of Public Services recommends that the Rochester Hills City Council increase the previously approved blanket purchase order for the resurfacing improvements project on South Boulevard from Adams Road to Crooks Road by \$143,000 for a new not-to-exceed amount of \$621,845.

REASON FOR PURCHASE:

The Board of County Road Commissioners of the County of Oakland, City of Rochester Hills and the City of Troy agreed to participate in a joint resurfacing project for South Boulevard between Adams and Crooks Road. On October 23, 2017, the City Council approved a cost participation agreement for the project and the Rochester Hills local share was approved at \$478,845.00.

Project bids were received on Tuesday, May 15, 2018, and unfortunately, the project costs exceed the initial local share estimate for the engineering design (by approximately \$40,000) and contractor construction phase (by \$388,894.78). Thus, the resulting local share to each agency is less than the funding needed to complete the roadway resurfacing project. An e-mail correspondence is attached for reference, and as it suggests, the City Council is requested to approve an additional amount of \$143,000.00 to the previously approved purchase order for the project.

PROCESS:

Vendor Name and Address:

City of Troy
500 W. Big Beaver Rd
Troy, Michigan 48084

Road Commission for Oakland County
31001 Lahser Road
Beverly Hills, MI 48025

Reason for Selection:

Cost Participation Agreement

BUDGET:

Funding is included in the FY 2018 Adopted Budget.

Fund	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Major Road Fund	452.970000	Construction	\$800,000	\$621,845	\$178,155

RECOMMENDATION:

The Department of Public Services recommends that City Council increase the previously approved blanket purchase order for the resurfacing improvements project on South Boulevard from Adams Road to Crooks Road by \$143,000.00 for a new not-to-exceed amount of \$621,845.00.

Attachment(s): Huotari email.pdf

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