



**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: 2007-0652

TO: Mayor and City Council Members
FROM: Roger Rousse, Director, Department of Public Service
DATE: September 19, 2007
SUBJECT: Adams Road Pathway Project, E98-036

REQUEST:

The Department of Public Service recommends accepting the bid and awarding a contract for the Adams Road Pathway Rehabilitation Project to Florence Cement Company of Shelby Township, Michigan as the lowest responsive, responsible bidder in the amount of \$180,452.50 and authorize the Mayor and Clerk to execute a contract on behalf of the City.

The Department of Public Service also requests City Council authorization of a 10% contingency in the amount of \$18,045.25 to allow for quantity adjustments based on final measurements verified in the field.

REASON FOR PURCHASE:

On Thursday, September 13, 2007, the City received four (4) sealed bids for the Adams Road Pathway Rehabilitation Project and Florence Cement Company was the lowest responsive, responsible bidder. The bid received from Florence Cement Company is 12% lower than the Engineer's Estimate, 6% below the 2nd lowest bidder, and 15% lower than the highest bidder, which is shown on the attached bid tabulation. Work is expected to begin in October 2007 with an anticipated completion date scheduled for November 2007. However, it may be necessary for a portion of the work to be deferred to spring of 2008 depending on seasonal weather conditions.

The Scope of Work for this project consists of constructing approximately 2,800 feet of new 8' wide HMA pathway and rehabilitating approximately 700 feet of existing 8' wide HMA pathway on Adams Road from approximately 1,000 feet north of Auburn to South Boulevard (see attached map).

The proposed pathway project is included in the City's Master Pathway Plan and was also identified in the 2006 Capital Improvement Plan (CIP) as project PW-07A and listed again in the 2007 CIP (Aggregate Spreadsheet Project Listing in the Appendix). PW-07A is also identified in the 2007 Adopted Budget and, as revised, in the 2007 3rd Quarter Budget Amendment.

PROCESS:

Vendor Name and Address:

Florence Cement Company
12798 23 Mile Road
Shelby Township, Michigan 48315

Reason for Selection:

Lowest Responsive, Responsible Bidder

Method of Purchase:

Blanket Order
Contract

BUDGET:

Cost associated with the Adams Road Pathway Project (PW-07A) have been identified in the 2007 CIP and in the 2007 Adopted Budget, as well as, in 2007 3rd Quarter Budget Amendment.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Pathway	403.974000	Land Improvement (PW-07A)	225,000.00	\$180,452.50 (\$18,045.25) 10% Contingency	\$26,502.25

The Department of Public Service staff will provide all the professional construction engineering services for this project, which includes, complaint resolution and contract administration for this project. Material testing and inspection will be performed by outside firms and will be charged to the project.

RECOMMENDATION:

It is recommended that City Council award the contract for the Adams Road Pathway Rehabilitation Project to Florence Cement Company of Shelby Township, Michigan as the lowest responsive, responsible bidder in the amount of \$180,452.50 and authorize the Mayor and Clerk to execute a contract on behalf of the City.

It is recommended that City Council also authorization of a 10% contingency in the amount of \$18,045.25.

RESOLUTION

NEXT AGENDA ITEM

RETURN TO AGENDA

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Budget Content: Finance Director		
Purchasing Process:		

Supervisor of Procurement		
Mayor		
City Council Liaison		