



City of Rochester Hills
AGENDA SUMMARY
FINANCIAL ITEMS

1000 Rochester Hills Dr.
Rochester Hills, MI 48309
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Legislative File No: 2017-0559 Version 3

TO: Mayor and City Council Members

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

DATE: February 25, 2019

SUBJECT: Auburn Road Corridor Project – Culbertson to Hessel City File No. E16-015

REQUEST:

The Department of Public Services requests that the City Council approve an increase to the existing blanket purchase order/contract for OHM Advisors for engineering design services to be rendered for the Auburn Road Reconstruction project in the amount of \$332,000.00 for a new not-to-exceed contract amount of \$997,524.86 and further authorizes the Mayor to execute the contract revision on behalf of the City.

REASON FOR PURCHASE:

The design for the Auburn Road corridor reconstruction project continues to progress towards completion of the design drawings for bidding the project. The design engineer, OHM Advisors, has notified the City that their available budget approved by City Council in December, 2017 is expected to be fully expensed.

A letter prepared by OHM Advisors is attached for review that summarizes the various changes from the prior scope of services for the engineering design. It should be noted that Rochester Hills typically estimates a cost of 10-percent of the estimated contractor construction cost of a project to estimate the cost of the design work. As City Council is aware, the scope and cost of the total project has increased and the proposed not-to-exceed cost for completing the engineering design phase falls within the 10-percent cost of construction.

The project is still on schedule for 2019 construction and in the final effort towards bidding out the projects for the alley and public parking lot construction and the reconstruction of Auburn Road.

PROCESS:

Vendor Name and Address:

OHM Advisors (aka Orchard, Hiltz & McCliment, Inc.)
34000 Plymouth Road
Livonia, MI 48150

Reason for Selection:

Quality Based Selection

Method of Purchase:

Blanket Purchase Order

BUDGET:

The 1st Quarter 2019 Budget Amendment shall be presented to increase the project budget for preliminary engineering.

Fund Name	Department Account No	Account No. Description	2019 Budget Amount	Cost	Remaining Budget
Major Road	452.970000	Construction & Improvements	\$335,000	\$332,000	\$3,000

RECOMMENDATION:

The Department of Public Services recommends that the City Council approve an increase to the existing blanket purchase order/contract for OHM Advisors for engineering design services to be rendered for the Auburn Road Reconstruction project in the amount of \$332,000.00 for a new not-to-exceed contract amount of \$997,524.86 and further authorizes the Mayor to execute the contract revision on behalf of the City.

Attachment(s): Auburn Road OHM Contract Amendment No. 2 dated 2-8-19.pdf

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