

City Council Agenda Summary Sheet (Purchases)

Agenda No: 2004-0585
Date: July 6, 2004
Prepared By: Alan Buckenmeyer, Parks Operations Manager
City File No:

Meeting Date: July 14, 2004

PURPOSE:

Authorization for construction services for concession/restroom building at Spencer Park to Bernco, Inc., St. Clair Shores, Michigan, in the amount not-to-exceed \$337,500.00

DISCUSSION:

The City recently had a comprehensive building assessment conducted for all City owned buildings. A review of the condition of the Spencer Park concession/restroom building revealed many deficiencies including non-compliance with the Americans with Disabilities Act and the State of Michigan Health Codes, inadequate plumbing and electrical, foundation problems and was in need of drywall and roof repairs. The building is not heated and the water has to be turned off each winter causing additional wear and tear on the plumbing system requiring repairs each spring when we turn the water back on, 11 leaks this spring alone. A water line failed last summer causing a cavity to be formed under the restroom floor. It was determined it would be more cost effective to demolish the existing building and replace it than to do the necessary repairs and upgrades. This project has been identified in the City's Capital Improvement Plan as PK04F, Spencer Park Beach House Rehabilitation, and has been included in the 2004 Facilities budget, line item 631.975001, Buildings Additions and Improvements.

THA Architects and Engineers were hired to design the new building and develop bid specifications. The project was put out for bid and while we are recommending the lowest responsible, responsive bidder, the bids came in higher than anticipated. A budget amendment is proposed for the difference with the additional funds coming from the Capital Improvement Fund.

FISCAL INFORMATION:

The 2004 budget has \$300,000 budgeted for the Spencer Beach House. Of the \$300,000, \$40,000 is anticipated for Architectural services, which leaves a balance of \$260,000 for construction. Construction bid came in at \$337,500 plus contingency totals \$371,250. This bid requires a \$111,250 budget amendment, with the funds requested to transfer from the Capital Improvement Fund. The building is replacing an existing building. We do not anticipate any increases in operating expenses. No staff will be added because of this improvement.

Fund Name	Fund Account #	Description	Budget Amount	Cost	Remaining Budget
Facilities 631	631.975000	Building-Capital	\$260,000	\$371,250	\$(111,250)*

*\$111,250 will be transferred into Facilities (631) Fund from Capital Improvement Fund (420) as part of a Budget Amendment.

Vendor Name and Address:

Bernco, Inc.
20816 Eleven Mile Road
Suite 202
St. Clair Shores, MI 48081

Reason for Selection:

Lowest responsive, responsible bid

Method of Purchase:

Contract/Blanket Purchase Order

RECOMMENDATION:

It is recommended that the Rochester Hills City Council authorize construction services for concession/restroom building at Spencer Park to Bernco, Inc., St. Clair Shores, Michigan, in the amount not-to-exceed \$337,500.00.

ATTACHMENTS:

Bid Tabulation

Department Authorization:

Reviewed by: Julie Jenuwine

Fiscal: *Jean Farris*

Clerks: *Susan Koliba-Galeczka*

Approved by: *Pat Somerville*

RESOLUTION

NEXT AGENDA ITEM

RETURN TO AGENDA