



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: 2011-0410

TO: Mayor and City Council Members

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

DATE: September 19, 2011

SUBJECT: Hamlin Road Widening between Crooks to Livernois

REQUEST:

City Council is requested to approve increasing the existing blanket purchase order by \$13,105.54 for right-of-way acquisition services by Hubbell, Roth & Clark, Inc. (HRC) for work performed with the Hamlin Road Crooks to Livernois project. The new total not-to-exceed amount will be \$213,015.53 and will allow final payment for services rendered during the project.

REASON FOR PURCHASE:

City Council approved an initial right-of-way services contract of \$124,946.00 to HRC on January 7, 2008 for work towards the Hamlin Road Widening project Crooks to Livernois. This amount was amended on August 4, 2008 to a new total of \$199,909.99 to include work for preparation and reviewing of property appraisals.

HRC did an excellent job of successfully acquiring the necessary right-of-entry permissions within a tight project timeframe during 2008. Securing all the needed right-of-entry permitted the City to construct the road project, however, several properties challenged the original permanent and temporary highway easement compensation offers. Thus, work beyond the original and amended HRC scope of services was required.

The City Attorney has recently negotiated the final settlement offers for the last two remaining properties (George McIntosh and Collex Collision/Gagliano Enterprises). This milestone will also end further services from HRC for right-of-way acquisition on the Hamlin Road project.

City staff will continue working with the Michigan Department of Transportation to finalize an amendment to the contract that will permit reimbursement of 80% of the additional \$13,105.54 charge.

PROCESS:

Vendor Name and Address:

Hubbell, Roth & Clark, Inc.
555 Hulet Drive
P.O. Box 824
Bloomfield Hills, MI 48303-0824

Reason for Selection:
Quality Based Selection

Method of Purchase:
Extension of an existing blanket purchase order

BUDGET:

The funds for the highway easement payment were expensed and included in the 2009 budget. The highway and public utility easement/right-of-way acquisition will be paid 100% with City funds with 80% being reimbursed by Federal Funding.

Fund Name	Department Account No	Account No. Description	Budget Amount *	Cost	Remaining Budget
Major Road	452.973000	ROW Acquisition	\$32,667.00	\$13,105.54	\$19,561.46

*Amount expensed on audited financial statements as part of FY 2009 Budget.

* \$32,667 = \$71,000 (2009 Estimate) - \$31,415 (McIntosh Parcel) - \$5,000 (Collex attorney) - \$1,918 (Rochester Industrial Drive attorney)

RECOMMENDATION:

It is recommended that City Council approve an increase of \$13,105.54 for right-of-way acquisition services by Hubbell, Roth & Clark, Inc. for work performed with the Hamlin Road Crooks to Livernois project for a new not-to-exceed amount of \$213,015.53.

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Budget Content: Finance Director		
Purchasing Process: Supervisor of Procurement		
Mayor		
City Council Liaison		