

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: 2007-0793

TO: Mayor and City Council Members

FROM: Julie Jenuwine, Finance Director 248.841.2535

DATE: November 20, 2007

SUBJECT: Authorization for Blanket Purchase Order for City Attorney Services

REQUEST:

To request City Councils authorization for a blanket purchase order to Hafeli Staran Hallahan Christ & Dudek, P.C. for city attorney fees for the 2008 fiscal year in the amount not-to-exceed \$325,000.

REASON FOR PURCHASE:

City Council appointed Hafeli Staran Hallahan Christ & Dudek, P.C. as the City's attorney pursuant to Section 8.7 of the City Charter. The City Attorney provides general legal services to the City, including representation on certain lawsuits, consultation, contract review, legal opinions and prosecution.

Past years' legal expenditures for City Attorney (general):

2007 - \$280,000 projected

2006 - \$351,000

2005 - \$365,350

2004 - \$388,840

2003 - \$377,410

For 2008, hourly rates for legal services by Hafeli Staran Hallahan Christ & Dudek will increase slightly for the first time in many years. The partner rate for legal work performed by John Staran is proposed at \$120 per hour, a \$5 increase. The hourly rates performed by other attorneys with the firm are proposed at \$105 per hour. Also, a two-percent administrative and overhead charge along with an incidental charge (shipping, copy costs) are included in the contract.

The new contract (indefinite term) is attached. Please note the following changes are proposed to the existing contract:

- In Section 1, the bullet point on costs advanced from the 5/16/06 Addendum.
- In 1st bullet, in Section 1, the hourly rates are updated
- In the 2nd bullet in Section 1, "reimburseables" changed to "administration and overhead" to more accurately describe this charge.
- In Section 5, 2nd line, "ordinances" was added

• On the signature page, the Mayor's name was changed.

PROCESS:

Vendor Name and Address:

Hafeli Staran Hallahan Christ & Dudek, P.C. 4190 Telegraph Road Suite 3000 Bloomfield Hills, MI 48302-2082

Method of Purchase:

Blanket Purchase Order/Contract

BUDGET:

The variance between the FY2008 budget and the proposed blanket request is due to the recent decline in projected expenditures for FY2007, as the FY2008 budget was prepared with data from FY2003 - 2006.

Fund Name	Department Account No	Account No. Description	2008 Budget	Blanket Request	Remaining Budget
General Fund	210.805001	Legal Fees-City Attorney	\$375,000	\$325,000	\$50,000

RECOMMENDATION:

It is recommended that City Council authorize a blanket purchase order to Hafeli Staran Hallahan Christ & Dudek, P.C. for city attorney fees for fiscal year 2008 in the amount not-to-exceed \$325,000.

RESOLUTION

NEXT AGENDA ITEM

<u>RETURN TO AGENDA</u>

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

Purchasing Process:	
Supervisor of Procurement	
Mayor	
City Council Liaison	

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