



**City of Rochester Hills
AGENDA SUMMARY
FINANCIAL ITEMS**

**1000 Rochester Hills Dr.
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Legislative File No: 2006-0550

TO: Mayor and City Council Members
FROM: Roger H. Rousse, Director of Public Service; Ext. 2497
DATE: August 2, 2006
SUBJECT: Adams Road Relocation Design Engineering Contract, City File No. E01-004

REQUEST:

City Council is requested to approve a \$50,000.00 increase to the existing Continuing Engineering Design contract for the engineering design and right-of-way document preparation costs associated with the Adams Road relocation project. Approval of this amendment request will finalize and close out the contract with the design engineer consultant.

REASON FOR PURCHASE:

Awarding of the initial Adams Road relocation engineering design contract to Finkbeiner, Pettis & Strout, Inc. (FPS) was made approximately five years ago. During the subsequent design period, several major changes occurred such as: FPS being purchased by a company called Arcadis, key former FPS design and management personnel terminating their employment shortly after the acquisition by Arcadis, the termination of the Adams/M-59 consent judgment by Rochester Hills, and the reinstatement of a consent judgment for the Adams/M-59 area.

The design completion and termination/reinstatement of consent judgments required some work that was outside of the original scope of the engineering design consultant's services. A listing of the additional services is attached. The initial compensation request was higher (approximately \$18,000) but the amount was reduced during subsequent negotiations between the City Engineer and Consultant representatives. The proposed amount of \$50,000 to complete the project is suggested as appropriate for the closing of the project with Arcadis for preliminary and final design, specifications, right-of-way, and bidding assistance items.

PROCESS:

Vendor Name and Address:

ARCADIS G&M, Inc.
Dept. 547
Denver, CO 80291-0547

Reason for Selection:

Continuation of engineering design consultant use for the Adams Road relocation project

Method of Purchase:

Blanket Purchase Order

Continuing Service Agreement

BUDGET:

The Local Development Finance Authority Fund has covered design costs associated with the M59/Adams Road relocation project. A budget amendment for the \$50,000 increase was passed by the LDFA at their July 13, 2006 meeting since the amount was not identified in the 2006 budget. The \$50,000 increase was addressed as part of the City’s 2nd quarter budget amendments under account #848.970000 and identified as MR-05A/Adams Rd. Relocation (Preliminary Engineering).

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
LDFA	848.970000	Land Professional Services	\$50,000	\$50,000	\$0

RECOMMENDATION:

The Department of Public Service recommends that City Council approve an amendment to the existing Continuing Service Agreement between Arcadis and the City of Rochester Hills in the amount of \$50,000 for the engineering design and right-of-way document preparation costs associated with the Adams Road relocation project and authorize the Mayor and Clerk to execute an amended contract on behalf of the City.

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		

Attachment(s): Additional Services Spreadsheet and Cover Letter dated June 15, 2006 from Arcadis