



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: 2012-0099

TO: Mayor and City Council Members
FROM: Scott Cope, Director of Building/Facilities Department
DATE: March 21, 2012
SUBJECT: HVAC Contractor Services and Energy Efficient Equipment

REQUEST:

The Building Department requests approval of the purchase of HVAC/mechanical contractor services and energy efficient equipment for replacement at four (4) City facilities to K & S Ventures, Inc., Auburn Hills, Michigan in the amount of \$54,906.05 with a 10% contingency of \$5,490.61 for a total not-to-exceed amount of \$60,396.66.

REASON FOR PURCHASE:

Recognizing the need to improve energy efficiencies in public buildings, the City included in its submission for American Recovery and Reinvestment Act (ARRA) funds and received EECBG funding approval for HVAC/mechanical upgrades for efficient and increased performance and reduction of energy consumption. The projects included are:

Fire Station #2	Natural gas fired overhead infrared tube heater
Fire Station #4	Natural gas fired multi position furnace/heat pump split system
School House	Natural gas fired boiler
Farm House	Natural gas fired boiler

Replacement equipment will be energy efficient, meeting the requirements of the Department of Energy and the ARRA guidelines, including Buy American. It is anticipated that the City will achieve energy savings of \$3,406.00 per year.

Request for Proposals were solicited and proposals were evaluated by Ken Nightlinger, Mechanical Inspector/Plan Reviewer, Scott Cope, Director of Building/Facilities Department and Jean Farris, Supervisor of Procurement. K & S Ventures, Inc. was selected as providing the lowest cost and overall best value for the City. K & S Ventures, Inc. has performed satisfactory on-call mechanical work for the City over the past several years. The project must meet the Davis Bacon provisions for labor and other mandated Federal requirements and reporting attached to the ARRA funding.

PROCESS:

Vendor Name and Address:

K & S Ventures, Inc.
2653 Auburn Rd
Auburn Hills, MI 48326

Reason for Selection:

Lowest Cost; Best Value

Method of Purchase:

Contract/Blanket Purchase Order

BUDGET:

If this agenda item is approved by City Council, Fiscal will bring forth appropriate 2nd Quarter Budget Amendments for both revenue and expense accounts.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
631-Facilities	480.807000	EECBG-Contractual	\$0	\$60,396.66	(\$60,396.66)

RECOMMENDATION:

It is recommended that the Rochester Hills City Council approve the purchase of HVAC/mechanical contractor services and energy efficient equipment for replacement at four (4) City facilities to K & S Ventures, Inc., Auburn Hills, Michigan in the amount of \$54,906.05 with a 10% contingency of \$5,490.61 for a total not-to-exceed amount of \$60,396.66 and further authorizes the Mayor to execute a contract on behalf of the City.

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