

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: 2007-0073

TO: Mayor and City Council Members

FROM: Mike Hartner, Director of Parks & Forestry

DATE: January 23, 2007

SUBJECT: Fireworks Display for Festival of the Hills

REQUEST:

City Council is requested to authorize a contract for fireworks displays for Festival of the Hills to Melrose Pyrotechnics, Inc., Kingsbury, Indiana, in the amount not-to-exceed \$96,000 through December 31, 2009.

REASON FOR PURCHASE:

It is recommended that the City enter into a contract with Melrose Pyrotechnics, Inc. of Kingsbury, Indiana for three years (2007-2009) with two optional years at the City's discretion (2010 and 2011) to provide a fireworks display choreographed to music for the Festival of the Hills.

In the fall of 2003, a Request for Proposals was solicited for a fireworks display choreographed to music for the Festival of the Hills. The term of the contract was three years with two option years at the City's discretion. The RFP was available through the Michigan Intergovernmental Trade Network (MITN) and was mailed to additional vendors. Melrose Pyrotechnics, Inc. of Kingsbury, Indiana, was awarded the contract. Melrose is a very professional company that has put on eight successful shows for the City. They provide \$5,000,000 insurance coverage and have been very cooperative with City staff. The evaluation committee was very satisfied with the pricing and proposal submitted by Melrose.

It is recommended that the current contract with Melrose be extended for three additional years with two option years at the City's discretion. The base cost for the fireworks show was negotiated at \$29,000 per year (equal to the size of the 2006 show) with an option for the City to increase the show size and expense to \$32,000. Although this is a multi-year contract, a 90–day termination clause is included, as the fireworks are dependant on private funding.

PROCESS:

Vendor Name and Address:

Melrose Pyrotechnics, Inc. Kingsbury Industrial Park Heinold Complex PO Box 302 Kingsbury, Indiana

Reason for Selection:

Best Value

Method of Purchase:

Contract/Blanket Purchase Order

BUDGET:

	Department	Account No.	2007 Budget		Remaining
Fund Name	Account No	Description	Amount	Cost	Budget
101 – General Fund	756 – Parks Department	801008 - Professional Services-Recreation Programs	\$52,000	2007 - \$32,000	\$20,000
101 - General	756 – Parks	801008 – Professional	2008		
Fund	Department	Services-Recreation	Proposed	\$32,000	
		Programs	Budget	\$32,000	
			\$32,000		
101 – General	756 – Parks	801008 – Professional	2009		
Fund	Department	Services-Recreation	Proposed	\$32,000	
		Programs	Budget	\$32,000	
			\$32,000		

RECOMMENDATION:

It is recommended that City Council authorize a contract for fireworks displays for Festival of the Hills to Melrose Pyrotechnics, Inc., Kingsbury, Indiana, in the amount not-to-exceed \$96,000 through December 31, 2009.

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		