



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

**1000 Rochester Hills Dr.
Rochester Hills, MI 48309
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www.rochesterhills.org**

Legislative File No: 2006-0496 (Version 2)

TO: Mayor and City Council Members

FROM: Roger Rousse, Director, Department of Public Service, Ext. #2497

DATE: **January 23, 2007**

SUBJECT: Avon Intersection Improvements @ Livernois & Rochester Roads and Butler Road Improvements-Professional Construction Engineering Services

REQUEST:

The Department of Public Service is requesting that City Council approve an addendum to the current Continuing Professional Service Agreement between Orchard, Hiltz & McCliment, Inc. and the City of Rochester Hills for additional expenses incurred during the Construction Engineering Services for the Avon Intersection Improvements @ Livernois & Rochester Roads. Council is asked to increase the blanket purchase order from \$47,012,77 to a new not-to-exceed amount of \$56,212.77 and authorize the Mayor and Clerk to execute the amended contract on behalf of the City.

REASON FOR PURCHASE:

On July 12, 2006, City Council approved the Continuing Service Agreement with Orchard, Hiltz & McCliment, Inc. for the Avon Intersection Improvements at Livernois & Rochester Roads. These projects were identified in the 2005 Capital Improvement Plan (C.I.P.) as Avon, west of Livernois (MR-49A) and Avon, east of Rochester (MR-49B). The projects involve extending the eastbound center left-turn lane at Avon's intersection with Livernois and extending the westbound right-turn lane at Avon Intersection with Rochester to increase capacity and ease congestion.

Orchard, Hiltz & McCliment, Inc. (OHM) was required to spend additional inspection days and observation time at the site while the contractor performed unexpected investigation work on an unknown six-inch diameter pipe discovered along the north side of Avon just west of Rochester Road. Weather delays also attributed to additional costs for the inspection services. Due to the change in the Scope of Service to the project, the Department of Public Service proposes a change to the original Continuing Service Agreement in the amount of \$9,200.00. Approval of this amount will permit the contract to be closed with Orchard, Hiltz & McCliment, Inc.

PROCESS:

Vendor Name and Address:

Orchard, Hiltz & McCliment, Inc.
34000 Plymouth Road
Livonia, MI 48150

Reason for Selection:

Addendum to original agreement

Method of Purchase:

Amended Continuing Service Agreement

BUDGET:

Costs associated with this project were identified in the 2005 Capital Improvement Project (CIP) and were identified as MR-49A Avon Rd at Livernois Intersection, MR49B Avon Rd at Rochester Intersection.

The City will be responsible for paying the entire project amount for the Avon Rd intersections up front with two-thirds reimbursement of the final cost forthcoming via the 2005 Tri-Party Program Agreement.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Major Road	452.970000	Construction (MR-49A/MR49-B)	\$355,270.00	\$405,421.27	(\$50,151.27)

RECOMMENDATION:

It is recommended that City Council approve an addendum to the Continuing Professional Service Agreement between Orchard, Hiltz & McCliment, Inc. and the City of Rochester Hills for additional costs incurred during the Construction Engineering Services for the Avon Intersection Improvements at Livernois & Rochester Roads. The request will increase the blanket purchase order from \$47,012.77 to a new not-to-exceed amount of \$56,212.77 and authorize the Mayor and Clerk to execute the 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		