



**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: 2010-0353

TO: Mayor and City Council Members
FROM: Paul Davis, Acting DPS Director
DATE: September 13, 2010
SUBJECT: Technology Drive Extension Project - City File No. E06-024
Contractor Award

REQUEST:

The Department of Public Service recommends awarding the contract for the Technology Drive Extension Project to Fiore Enterprises, LLC of Detroit, Michigan in the amount of \$202,316.40 and authorizes the Mayor and Clerk to execute a contract on behalf of the City.

The Department of Public Service also request City Council authorization of a 10% contingency in the amount of \$20,231.64 to allow for quantity adjustments based on final measurements verified in the field.

REASON FOR PURCHASE:

On Tuesday, August 17, 2010, the City received three (3) sealed bids for the Technology Drive Extension Project (bid tabs attached). Of the three received, Fiore Enterprises, LLC was the lowest, responsive, responsible bidder. The bid received from Fiore Enterprises, LLC is 5% above the engineering cost estimate, which is shown on the bid tabulation. Work is expected to begin in September, 2010 with a completion date of October 31, 2010.

The Scope of Work includes: drainage structure, storm sewer, and six (6) inch under drain installations; placement of aggregate base materials; concrete road pavement, HMA pathway, traffic signage; restoration; and other miscellaneous items of work. The proposed pathway work also includes minor reconfiguration of the existing pathway connections to the Clinton River Trailway based upon a meeting held between staff and the Friends of the Clinton River Trailway (CRT) regarding the CRT master plan.

PROCESS:

Vendor Name and Address:

Fiore Enterprises, LLC
3411 W. Fort Street
Detroit, MI 48216

Reason for Selection:

Lowest, Responsive, Responsible Bidder

Method of Purchase:

Blanket Purchase Order
Contract

BUDGET:

The road portion of the project is funded in the 2010 approved capital budget as MR-09B. The pathway portion of the work is identified in the 2011 CIP as PW-09B with an estimated cost of \$33,000.00. The MR portion of the project cost is \$197,400.11 [\$179,454.65 plus 10% contingency of \$17,945.46]. The PW portion of the project cost is \$25,147.93 [\$22,861.75 plus 10% contingency of \$2,286.18]. A 3rd quarter budget amendment will be forthcoming for the pathway portion of the work.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Major Roads Construction	452.970000	Construction & Improvements	\$258,450.00	\$197,400.11	\$61,049.89
Pathway Construction	403.974000	Land Improvement	\$0	\$25,147.93	(\$25,147.93)

RECOMMENDATION:

The Department of Public Service recommends awarding the contract for the Technology Drive Extension Project to Fiore Enterprises, LLC of Detroit, Michigan in the amount of \$202,316.40 and authorizes the Mayor and Clerk to execute a contract on behalf of the City.

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