



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: 2024-0311

TO: Mayor and City Council Members
FROM: Bill Fritz, P.E., Director Department of Public Services
DATE: June 24, 2024
SUBJECT: Sanitary Sewer Extension for Innovation Hills

REQUEST:

City Council is requested to authorize a contract/blanket purchase order for the installation of sanitary sewer along the south side of Hamlin Road and across Hamlin Road to Innovation Hills in the amount of \$678,940.00 with a 10% project contingency in the amount of \$67,894.00 for a total not-to-exceed project amount of \$746,834.00 to Superior Excavating, Auburn Hills, Michigan and further authorize the Procurement Manager to execute an agreement on behalf of the City. It is further requested that City Council authorize an amendment to the agreement, that includes the addition of additional scope for the installation of a hydrant near the location of the new restroom building in Innovation Hills.

REASON FOR PURCHASE:

The City's Purchasing Division issued bids utilizing the MITN system with two (2) bid responses received. Of the bid responses received, Superior Excavating was the lowest, responsive, and responsible bidder and award of the project is recommended to them. The City has worked with Superior Excavating in the past and has been satisfied with the services received.

Additionally, City Council is requested to approve additional Scope of Work for this project as it relates to the installation of a fire hydrant near the new restroom facility that is being constructed. The cost for this addition is included in the requested amount.

During, the City's pre-construction meeting with Mando Construction, while reviewing the site layout, it was determined that based on the Fire Departments regulations, they will require a fire hydrant to be located closer to the proposed building. The existing fire hydrant located near the park entrance that was initially planned to be utilized will not meet the appropriate code requirements.

In reviewing potential solutions, DPS and Fire are recommending that the most cost effective and efficient way to accomplish this in order to provide fire protection and water service, will be to have Superior Excavating install the fire hydrant and water service tap while constructing the new sanitary sewer system that will serve the restroom facility. With this having been discovered after bids were open, City staff is requesting City Council to authorize the added Scope of Work for the City to include it as part of this contract. Superior Excavating is the City's designated underground utility repair contractor, and the City could authorize the work through that blanket. However, the City felt it was best to add it to this contract in order to be transparent in the Scope of Work and ensure we are accounting for everything needed to complete this project. Superior Excavating has provided pricing for this additional work, and the City has deemed it to be fair and reasonable and in compliance with their rate schedule of our current on-call agreement with them.

PROCESS:

Vendor Name and Address:

Superior Excavating
2420 Auburn Road
Auburn Hills, MI 48326

Reason for Selection:

Lowest, responsive, responsible bidder

Method of Purchase:

Contract/Blanket Purchase Order

BUDGET:

Partial Funding is included in the FY 2024 Adopted Budget.

If approved by City Council, a 2nd quarter budget amendment will be presented to increase the expense by \$333,340.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
W&S Capital	593.972000	Innovation Hills: Sanitary Sewer Extension	\$413,500.00	\$746,834.00	(\$333,334.00)

RECOMMENDATION:

City Council is requested to authorize a contract/blanket purchase order for the installation of sanitary sewer along the south side of Hamlin Road and across Hamlin Road to Innovation Hills in the amount of \$678,940.00 with a 10% project contingency in the amount of \$67,894.00 for a total not-to-exceed project amount of \$746,834.00 to Superior Excavating, Auburn Hills, Michigan and further authorize the Procurement Manager to execute an agreement on behalf of the City. It is further recommended that City Council authorize an amendment to the agreement, that includes the addition of additional scope for the installation of a hydrant near the location of the new restroom building in Innovation Hills.

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Budget Content: Chief Financial Officer		
Purchasing Process: Procurement Manager		
Mayor		
City Clerk		

Contract Reviewed by City Attorney Yes N/A