

## 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: 2023-0448

TO: Mayor and City Council Members

**FROM:** Joe Snyder, Chief Financial Officer x2534

DATE: September 25, 2023

SUBJECT: Increase to Blanket Purchase Order for Citywide Mailing Services

### **REQUEST:**

City Council is requested to authorize an increase to the blanket purchase order for Citywide Mailing Services in the amount of \$15,000 for a new not-to-exceed amount of \$40,000 through September 30, 2023 to MailTek, Inc., Farmington Hills, Michigan.

### **REASON FOR PURCHASE:**

The City solicited on the MITN for mailing services including labeling, postage, presorting and delivery of City printed bulk mailings. The award was made to Pontiac Mailing Services of Pontiac, Michigan for a one year term with two one (1) year renewals. During the contract term, Pontiac Mailing Services was acquired by Mail-Tek, Inc. of Farmington Hills, Michigan. The contract was assigned to Mail-Tek, Inc. after the vendor agreed to accept the terms and conditions of the current contract, including pricing. Mail-Tek, Inc. has been performing well. This year's renewal blanket purchase order was issued in the amount of \$25,000

On July 10, 2023 the Rochester Hills City Council approved the Ballot Language for the Special Police Millage I and Special Police Millage II Renewal and Combination to be placed on the November 7, 2023 General Election Ballot. City Council also approved and appropriation of up to \$25,000 for resident educational materials (a mailer) related to the Special Police Millage renewal, primarily to provide for the printing and postage of the educational mailer. The \$25,000 appropriation was allocated as \$10,000 for printing services and \$15,000 for postage.

#### PROCESS:

**Vendor Name and Address:** 

Mail-Tek, Inc. 24792 Crestview Court Farmington Hills, MI 48335

**Reason for Selection:** 

Best Value

Method of Purchase:

Blanket Purchase Order

# **BUDGET:**

Funding is included in the FY 2023 Adopted Budget.

|                | Department | Account No.         | Budget   |          | Remaining |
|----------------|------------|---------------------|----------|----------|-----------|
| Fund Name      | Account No | Description         | Amount   | Cost     | Budget    |
| General Fund - | 102.740000 | Operating Supplies: | \$15,000 | \$15,000 | \$0       |
| City Council   |            | Postage             | \$15,000 | \$15,000 | Φ0        |
| Citywide       | xxx.740000 | Citywide            |          |          |           |
|                |            | Operating Supplies; | \$25,000 | \$25,000 | \$0       |
|                |            | Postage             |          |          |           |
|                |            | Total               | \$40,000 | \$40,000 | \$0       |

# **RECOMMENDATION:**

It is recommended that authorize an increase to the blanket purchase order for Citywide Mailing Services in the amount of \$15,000 for a new not-to-exceed amount of \$40,000 through September 30, 2023 to Mail-Tek, Inc., Farmington Hills, Michigan.

| APPROVALS:                                 | SIGNATURE | DATE |
|--|-----------|------|
| Department Review                          |           |      |
| Department Director                        |           |      |
| Budget Content:<br>Chief Financial Officer |           |      |
| Purchasing Process:<br>Procurement Manager |           |      |
| Mayor                                      |           |      |
| City Clerk                                 |           |      |

Contract Reviewed by City Attorney  $\square$  Yes  $\square$  N/A