

City of Rochester Hills AGENDA SUMMARY FINANCIAL ITEMS

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www.rochesterhills.org

Legislative File No: 2024-0198

TO: Mayor and City Council Members

FROM: Bill Fritz, P.E., Director Department of Public Services

DATE: April 22, 2024

SUBJECT: Judson Park and Brabach Orchards Watermain Replacement Project

City File #E23-022, CIP #WS-45

REQUEST:

City Council is requested to authorize a contract/blanket purchase order for the Judson Park and Brabach Orchards Watermain Replacement Project to Bidigare Contractors, Inc., Plymouth, Michigan in the amount of \$3,824,140.00 with a 10% project contingency in the amount of \$382,414.00 for a total not-to-exceed project amount of \$4,206.554.00 and further authorizes the Mayor to execute an agreement on behalf of the City.

REASON FOR PURCHASE:

The City issued bids utilizing the MITN system with three (3) bid responses received. Of the bids received, Bidigare Contractors, Inc., is the lowest, responsive, responsible bidder meeting all requirements and specifications. The City has utilized Bidigare Contractors, Inc., in the past and has been satisfied with the services received and recommends award of the contract to them.

Included in this bid request was a request for the bidders to provide additional unit pricing for typical pay items needed for this work, along with an optional request for the contractor to extend their unit pricing with a defined not-to-exceed percentage increase for future years (two (2) additional contract years) through mutual consent and if deemed to be in the City's best interest. Bidigare Contractors, Inc., did indicate they are willing to extend for future years with unit pricing to increase 7% in future years. The City will evaluate this option next year in order to deem if it's in the City's best interest to proceed with the contract extension based on market and pricing conditions.

PROCESS:

Vendor Name and Address:

Bidigare Contractors, Inc. 939 S. Mill Street Plymouth, MI 48170

Reason for Selection:

Lowest, responsive, responsible bidder

Method of Purchase:

Blanket Purchase Order/Contract

BUDGET:

Funding is included in the FY 2024 Adopted Budget

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
W&S Capital	593.972000	WS-45: Judson Park & Brabach Orchards Water Main Replacement	\$6,720,320	\$4,206,554	\$2,513,766

RECOMMENDATION:

It is recommended that City Council authorize a contract/blanket purchase order for the Judson Park and Brabach Orchards Watermain Replacement Project to Bidigare Contractors, Inc., Plymouth, Michigan in the amount of \$3,824,140.00 with a 10% project contingency in the amount of \$382,414.00 for a total not-to-exceed project amount of \$4,206.554.00 and further authorizes the Mayor to execute an agreement on behalf of the City.

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
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