



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

**1000 Rochester Hills Dr.  
Rochester Hills, MI 48309  
248.656.4630  
[www.rochesterhills.org](http://www.rochesterhills.org)**

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**Legislative File No:** 2009-0258

**TO:** Mayor and City Council Members  
**FROM:** Roger H. Rousse, Director of Public Service  
**DATE:** July 13, 2009  
**SUBJECT: Rainier Drain Project, (AKA Rewold Drain III)  
City File No. E08-029**

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**REQUEST:**

The Department of Public Service recommends accepting the bid and awarding the contract for the Rainier Drain Project to DiPonio Contracting of Shelby Twp., Michigan as the lowest, responsive, responsible bidder in the amount of \$249,314.00 and authorizes the Mayor and Clerk to execute a contract on behalf of the City.

The Department of Public Service also requests City Council authorization of a 10% contingency in the amount of \$24,931.40 to allow for quantity adjustments based on final measurements verified in the field.

**REASON FOR PURCHASE:**

On Monday, June 15, 2009, the City received 19 sealed bids for the Rainier Drain Project. The bid received from DiPonio Contracting was 34% below the engineering cost estimate, which is shown on the attached bid tabulation. In addition, DiPonio Contracting was awarded the contract for the John R/East Ferry Drain project that was constructed last year and DPS/Engineering Services was reasonably satisfied with their performance.

The Rainier Drain Project is a rainwater drainage improvement project that begins at the south end of Rainier Ave. and crosses Avon Road. It also includes improvements to the Avon Road drainage in front of Leader Dogs for the Blind. The project intercepts the drainage from the north side of Avon Road and conveys it through a pipe to a water quality pretreatment chamber before discharging it to the watercourse at the end of Rainier Ave. This will improve the City's ability to maintain Rainer Ave., reduce the excessive flows that exist today in the ditches and improve the quality of the runoff to the creek. The project limits were reduced from what was proposed in the CIP due to difficulty obtaining permits from MDEQ for work in the wetland between the south end of Rainier Ave. and the watercourse crossing under Yorktown Drive.

Construction is anticipated to commence late summer or early fall with duration of approximately 3 to 4 weeks. Restoration will take place after all constructions items are complete.

**PROCESS:**

**Vendor Name and Address:**

DiPonio Contracting  
51173 Simone Industrial  
Shelby Twp., MI 48316

**Reason for Selection:**

Lowest, responsive, responsible bidder

**Method of Purchase:**

Blanket Order

Contract

**BUDGET:**

The project is identified in the 2009 Capital Improvement Plan and 2009 Adopted Budget as SW-05D. The 2009 project budget is \$410,000.00, which incorporates utilizing the remaining budget for Geotechnical Engineering and Construction Engineering expenditures.

| <b>Fund Name</b> | <b>Department Account No</b> | <b>Account No. Description</b> | <b>Budget Amount</b> | <b>Cost</b>  | <b>Remaining Budget</b> |
|------------------|------------------------------|--------------------------------|----------------------|--------------|-------------------------|
| Drains           | 244.974000                   | Land Improvement SW-05D        | \$410,000.00         | \$249,314.00 | \$160,686.00            |
|                  |                              |                                |                      |              |                         |
|                  |                              |                                |                      |              |                         |

**RECOMMENDATION:**

It is recommended that City Council award the contract for the Rainer Drain Project to DiPonio Contracting of Shelby Township, Michigan as the lowest, responsive, responsible bidder in the amount of \$249,314.00 and authorize the Mayor and Clerk to execute a contract on behalf of the City.

The Department of Public Service also requests City Council authorization of a 10% contingency in the amount of \$24,931.40 to allow for quantity adjustments based on final measurements verified in the field.

| <b>APPROVALS:</b>  | <b>SIGNATURE</b> | <b>DATE</b> |
|--|------------------|-------------|
| <b>Department Review</b>                                 |                  |             |
| <b>Department Director</b>                               |                  |             |
| <b>Budget Content:<br/>Finance Director</b>              |                  |             |
| <b>Purchasing Process:<br/>Supervisor of Procurement</b> |                  |             |
| <b>Mayor</b>   |                  |             |
| <b>City Council Liaison</b>                              |                  |             |