



City of Rochester Hills
AGENDA SUMMARY
FINANCIAL ITEMS

1000 Rochester Hills Dr.
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Legislative File No: 2015-0363 Version 3

TO: Mayor and City Council Members
FROM: Scott Cope, Director Building and Facilities
DATE: October 5, 2015
SUBJECT: Construction Management Services for the Fire Station Projects

REQUEST:

City Council is recommended to authorize an increase to the blanket purchase order/contract for Construction Management Services to George W. Auch Company, Pontiac, Michigan and authorize the Mayor to execute a contract on behalf of the City. Staff has provided two (2) contract award amount options as follows for consideration:

- **Option 1:** Authorize an increase to the blanket purchase order/contract for Construction Management Services for the renovations of Fire Stations #1, 2, 3 and 5, in the amount of \$5,915,118.00 for a new not-to-exceed contract amount of \$6,080,143.00.
- **Option 2:** Authorize an increase to the blanket purchase order/contact for Construction Management Services for the renovations of Fire Stations #1, 2, 3, 5 and the demolition and construction of Fire Station #4 in the amount of \$10,479,069 for a new not-to-exceed contract amount of \$10,644,094.00.

REASON FOR PURCHASE:

The City's purchasing division issued Request for Proposals for Construction Management Services in February. Six proposal responses were received. Proposal responses were reviewed by a committee consisting of staff from the Facilities, Fire, and Building Departments. The committee reviewed and scored the proposal responses received. Based on the scoring, the committee shortlisted to three firms and conducted interviews with those firms. Scoring for both phases of the evaluation took place, proposal evaluation and interview. Based on the scoring of the two phases, award was recommended to the George W. Auch Company based on their experience, capacity, methodology and cost proposal. This request is for Phase II which includes construction work at Fire Stations #1, 2, 3, 4 and 5.

The Fire, Building, and Facilities Departments have been working closely with the architect, CHMP, and the George W. Auch Company to finalize the project details. The George W. Auch Company solicited bids for all the projects, Fire Stations #1, 2, 3, 4, and 5. The bids came in significantly higher than the architect's preliminary estimate that City Council received on July 21, 2014. The numbers before you are the result of hours of critical review of each and every item on each project and the evaluation of all possible cost saving options.

A blanket purchase order/contract for the pre-construction phase (inclusive of temporary trailer units) of the project was established with George W. Auch Company in the amount of \$165,025.00. An increase to the blanket is now required for the City to begin construction services.

PROCESS:

Vendor Name and Address:

George W Auch Company
735 S. Paddock
Pontiac, MI 48341

Reason for Selection:

Best Value

Method of Purchase:

Blanket Purchase Order/Contract

BUDGET:

Option 1 Fire Stations #1, 2, 3 and 5:

Funding is included in the FY 2015 Adopted Budget

| Fund Name | Department Account No | Account No. Description | Budget Amount | Cost | Remaining Budget |
|-----------------|-----------------------|-------------------------|---------------|-------------|------------------|
| Facilities Fund | 631.976000 | Building Improvement | \$6,214,975 | \$5,915,118 | \$299,857 |

Option 2 Fire Stations #1, 2, 3, 4 and 5:

*At the direction of City Council, if Option 2 is awarded, a first quarter budget amendment will be done in 2016.

| Fund Name | Department Account No | Account No. Description | Budget Amount | Cost | Remaining Budget |
|-----------------|-----------------------|-------------------------|---------------|--------------|------------------|
| Facilities Fund | 631.976000 | Building Improvement | \$6,214,975 | \$10,479,069 | (\$4,264,094)* |

RECOMMENDATION:

It is recommended that City Council award Option 2 with an increase to the blanket purchase order/contract for construction management services in the amount of \$10,479,069.00 for a new not-to-exceed amount of \$10,644,094.00 to George W. Auch Company, Pontiac, Michigan.

| APPROVALS: | SIGNATURE | DATE |
|--|-----------|------|
| Department Review | | |
| Department Director | | |
| Budget Content: Finance Director | | |
| Purchasing Process: Supervisor of Procurement | | |
| Mayor | | |
| Deputy Clerk | | |