



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: 2023-0437

TO: Mayor and City Council Members
FROM: Mike Viazanko, Director Building/Facilities/Ordinance
DATE: September 25, 2023
SUBJECT: Demolition Services for Old Borden Park Office

REQUEST:

City Council is requested to authorize a blanket purchase order/contract for the demolition of one (1) residential property (Old Borden Park Office) located on Hamlin Road to Blue Star, Inc., Warren, Michigan in the amount of \$30,600 with a 5% project contingency in the amount of \$1,530 for a total not-to-exceed amount of \$32,130 and further authorizes the Mayor to execute an agreement on behalf of the City.

REASON FOR PURCHASE:

The construction of the new Borden Park Office building is completed and Facilities was requested to remove the old office building as it is no longer needed.

The City's Purchasing Division issued Request for Proposals utilizing the MITN system with two (2) proposal responses received, however one of the proposals was deemed non-responsive. A committee consisting of staff from Facilities reviewed the other proposal and is recommending Blue Star, Inc. for award of the project based on their references, capacity, work plan and cost proposal. Blue Star's pricing was found to be fair and reasonable and in line with previous residential property demolitions in the City.

Blue Star, Inc. has previously been awarded similar demolition services for the City performed satisfactorily and is recommended for the award of the demolition of the old Borden Park Office.

PROCESS:

Vendor Name and Address:

Blue Star, Inc.
21950 Hoover
Warren, MI 48089

Reason for Selection:

Best Value

Method of Purchase:

Blanket Purchase Order/Contract

BUDGET:

Funding is included in the FY 2023 Adopted Budget.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Facilities Fund	631.807000	Contractual Services	\$93,270	\$32,130	\$61,140

RECOMMENDATION:

It is recommended to authorize a blanket purchase order/contract for the demolition of one (1) residential property (Old Borden Park Office) located on Hamlin Road to Blue Star, Inc., Warren, Michigan in the amount of \$30,600 with a 5% project contingency in the amount of \$1,530 for a total not-to-exceed amount of \$32,130 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