

# 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: 2025-0282

TO: Mayor and City Council Members

FROM: Mike Viazanko, Director Building/Facilities/Ordinance

**DATE:** July 7, 2025

**SUBJECT:** Demolition of Two (2) Residential Homes and Velodrome

### **REQUEST:**

City Council is requested to authorize a contract/purchase order for the demolition of two (2) residential homes (3514 S. Livernois and 694 S. Rochester Road) and the Velodrome to International Construction, Inc., Shelby Township, Michigan in the amount of \$115,500.00 with a 10% project contingency in the amount of \$11,550.00 for a total not-to-exceed project amount of \$127,050.00 and further authorize the Procurement Manager to execute the agreement on behalf of the City.

## **REASON FOR PURCHASE:**

The City's Purchasing Division issued bids for the demolition of the two houses located at 3514 S. Livernois and 694 S. Rochester Road along with the demolition of the Velodrome located within Bloomer Park using the MITN system. Ten (10) bid responses received; however, the low bid was found to be non-responsive as their bid did not provide the required experience for similar scopes of work and a limited equipment list. The second low bid received was from International Construction, Inc. who was found to be both responsive and responsible and is recommended for the award for the three demolitions. The City's Purchasing Division did contact International Construction, Inc's municipality references and received very positive feedback.

## PROCESS:

#### **Vendor Name and Address:**

International Construction, Inc. 53618 Cherrywood Drive Shelby Township, MI 48315

#### Reason for Selection:

Lowest, responsive, responsible bidder

## Method of Purchase:

Contract/Purchase Order

## **BUDGET:**

Funding is included in the FY 2025 Adopted Budget

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Facilities	631.807000	Contractual Services	\$200,000	\$127,050	\$72,950

## **RECOMMENDATION:**

It is recommended that City Council authorize a contract/purchase order for the demolition of the two (2) residential homes (3514 S. Livernois and 694 S. Rochester Road) and the Velodrome to International Construction, Inc., Shelby Township, Michigan in the amount of \$115,500.00 with a 10% project contingency in the amount of \$11,550.00 for a total not-to-exceed project amount of \$127,050.00 and further authorize the Procurement Manager to execute the 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