



City of Rochester Hills  
AGENDA SUMMARY  
FINANCIAL ITEMS

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

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Legislative File No: 2015-0296 Version 2

**TO:** Mayor and City Council Members  
**FROM:** Scott Cope, Director Building and Facility  
**DATE:** September 14, 2015  
**SUBJECT:** Request to Rescind Purchase Authorization for Rental Two (2) Temporary Housing Units

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**REQUEST:**

City Council is requested to rescind the purchase authorization for the rental of two (2) Temporary Housing Units in the amount not-to-exceed \$61,248.00 to Mobilease Modular Space, Inc., Pedricktown, New Jersey.

**REASON FOR PURCHASE:**

City Council approved the purchase for rental of two (2) temporary housing units in the amount not-to-exceed \$61,248.00 at the Regular City Council Meeting held July 20, 2015. The award was based on competitively solicited bids issued by the City. Mobilease Modular Space, Inc. was the lowest, responsive, responsible bidder.

Once City Council approval was received, the City issued a Notice of Intent to Award to Mobilease Modular Space, Inc. and began working through the contractual/lease agreement. During the process of working through the terms of the lease agreement, Mobilease informed the City they made an error in their pricing and could not honor the pricing provided. The City and Mobilease Modular Space, Inc were not able to come to an agreement on the pricing and/or lease terms and therefore will not honor their pricing offer. It was determined that it was in the best interest of the City to allow the City's selected Construction Management firm, George W. Auch, to solicit bids for trailer housing and site hookup.

**PROCESS:**

**Vendor Name and Address:**

Mobilease Modular Space, Inc.  
201 Route 130  
Pedricktown, NJ 08067

**Reason for Selection:**

Lowest, responsive, responsible bidder

**Method of Purchase:**

Blanket Purchase Order/Contract

**BUDGET:**

Funding is included in the FY2015 Adopted Budget as part of the Fire Station Renovation project budget.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Facilities Fund	631.976000	Building Improvement	\$6,318,752	(\$61,248)	\$6,380,000

**RECOMMENDATION:**

It is recommended that the Rochester Hills City Council rescind the purchase authorization for the rental of two (2) temporary trailer units to Mobilease Modular Space, Inc., Pedricktown, New Jersey.

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