



**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:** 2006-0501

**TO:** Mayor and City Council Members  
**FROM:** Roger Rousse, Department of Public Service; 248.841.2497  
**DATE:** June 21, 2006  
**SUBJECT:** Pavement Legend Program - 2006

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**REQUEST:**

The Department of Public Service recommends awarding the contract for the 2006 Pavement Legend Program to P.K. Contracting, Inc. of Troy, Michigan in the amount of \$51,520.00.

The Department of Public Service also requests City Council authorize a 5% contingency in the amount of \$2,576.00 to allow for quantity adjustments based on final measurements verified in the field.

**REASON FOR PURCHASE:**

The Road Commission for Oakland County (RCOC) recently received bids for their 2006 County-Wide Pavement Legend Program. P.K. Contracting, Inc. was read as the lowest responsive, responsible bidder in the amount of \$165,565.00. Since the City's contract is relatively small in comparison to RCOC's, the Department of Public Service requested that P.K. Contracting, Inc. allow the City to utilize the unit prices awarded through the RCOC contract. P.K. Contracting has agreed to permit the City to take full advantage of the RCOC cost savings.

The pavement legend program includes placement of pavement legends including "Left-turn" arrows, "Stop Bars", "X-Walks", etc.

**PROCESS:**

**Vendor Name and Address:**

P.K. Contracting, Inc.  
1965 Barrett  
Troy, MI 48084

**Reason for Selection:**

Lowest Responsive Bidder, Best Value for the City

**Method of Purchase:**

Purchase Order

**BUDGET:**

A budget amendment was done in May 2006 to provide funds for these services.

<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>
Major Road Fund	472.807000	Contractual Services	\$55,000.00	\$54,096.00	\$904.00

**RECOMMENDATION:**

It is recommended that City Council award the contract for the 2006 Pavement Legend Program to P.K. Contracting, Inc. of Troy, Michigan in the amount of as the lowest responsive, responsible bidder in the amount of \$51,520.00.

It is recommended that City Council authorize a 5% contingency in the amount of \$2,576.00 to allow for quantity adjustments based on final measurements verified in the field.

**RESOLUTION**

**NEXT AGENDA ITEM**

**RETURN TO AGENDA**

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