

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: 2023-0245

TO: Mayor and City Council Members

FROM: Bill Fritz, P.E., Director Department of Public Services

DATE: May 22, 2023

SUBJECT: DTE Energy Street Light Installation at North End of Sanctuary Boulevard

REOUEST:

The Department of Public Services requests City Council authorization for payment of the installation of one (1) municipal street light on a pole at the crosswalk near the northern terminus of Sanctuary Boulevard on behalf of the Sanctuary in the Hills Condo Association in the amount of \$3,815.17 payable to DTE Energy, Belleville, Michigan. Sanctuary in the Hills Condo Association through contractual agreement with DTE Energy will be responsible for all operating costs.

REASON FOR PURCHASE:

This lighting is being installed by the City to improve public lighting for safety and security purposes. This work comes at the request of the Sanctuary in the Hills Condo Association (HOA) and consists of installation of one overhead fed 58 Watt LED streetlight on a new pole. Installation costs have been estimated at \$4,254.73 less a 3 year revenue credit of \$439.56. This leaves a final expected installation cost of \$3.815.17.

Annual operating costs are estimated at \$146.52, billed monthly at approximate \$12.21 per month. The HOA has agreed to pay the operating costs once the light is installed. The HOA understands and has signed an agreement with DTE for operations and maintenance cost to be directly billed to the HOA. Future invoices will be directed to the HOA from DTE.

PROCESS:

Vendor Name and Address:

The Detroit Edison Company 8001 Haggerty Road Belleville, MI 48111 140 WWSC-Joseph Burghardt

Reason for Selection:

Sole Source Provider

Method of Purchase:

Cost Participation Agreement

BUDGET:

Funding is included in the FY 2023 Adopted Budget for Street Lighting Yearly Maintenance.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Traffic Service	474.921000	Street Lighting	\$184,960.00	\$3,815.17	\$181,144.83

RECOMMENDATION:

It is recommended that City Council authorizes payment for the installation of one (1) municipal street light on a pole at the crosswalk near the northern terminus of Sanctuary Boulevard on behalf of the Sanctuary in the Hills Condo Association in the amount of \$3,815.17 payable to DTE Energy, Belleville, Michigan. Sanctuary in the Hills Condo Association through contractual agreement with DTE Energy will be responsible for all operating costs.

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

Contract Reviewed by City Attorney	⊠ Yes	□ N/A
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