



**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: 2007-0431

TO: Mayor and City Council Members
FROM: Roger Rousse, Director of Public Service
DATE: June 28, 2007
SUBJECT: Auburn Pathway Construction PW 06B

REQUEST:

City Council authorization for the construction of approximately 500 feet of pathway along Auburn Road, west of John R in the amount of \$42,567.50 plus a 20% contingency in the amount of \$8,513.50 for a total not-to-exceed of \$51,081.00 to DeMattia Group, Plymouth, Michigan and authorizes the Mayor to execute the required contracts on behalf of the City.

REASON FOR PURCHASE:

The City requested that DeMattia Group, as part of the DPS Facility construction project, bid the 500 foot gap section between the eastern border of the DPS site and the existing pathway near John R Road, together with the pathway along the southern border of the entire DPS site (which is part of the DPS project). From a scheduling and construction standpoint, it makes economic sense to combine these projects and complete the entire pathway construction at one time. Furthermore, DeMattia will not charge construction management fees for this alternate to the DPS project.

DeMattia's bid for the DPS project pathway included an alternate for the 500 foot gap section of pathway. The bid was awarded to Ajax Construction for clearing and paving and Cut N Care for restoration in the amount of \$42,567.50. DeMattia recommended a 20% contingency on this project due to soil and drainage conditions in the area.

On August 17, 2006, City Council was advised that the two projects would be combined for both engineering and construction services to achieve economies of scale for the overall pathway work.

PROCESS:

Vendor Name and Address:

DeMattia Group
45501 Helm Street
Plymouth, Michigan 48170

Reason for Selection:

Lowest, responsible, responsive bid

Method of Purchase:

Contract/Blanket Purchase Order

BUDGET:

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Pathway Construction Fund	403.974000	PW-06B-Auburn Pathway (Section 28) Construction	\$52,500	\$51,081	\$1,419

RECOMMENDATION:

It is recommended that City Council authorize the construction of approximately 500 feet of pathway along Auburn Road, west of John R in the amount of \$42,567.50 plus a 20% contingency in the amount of \$8,513.50 for a total not-to-exceed of \$51,081.00 to DeMattia Group, Plymouth, Michigan and authorizes the Mayor to execute the required contracts on behalf of the City.

RESOLUTION

NEXT AGENDA ITEM

RETURN TO AGENDA

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