



City of Rochester Hills  
AGENDA SUMMARY  
FINANCIAL ITEMS

1000 Rochester Hills Dr.  
Rochester Hills, MI 48309  
248.656.4630  
[www.rochesterhills.org](http://www.rochesterhills.org)

Legislative File No: 2022-0115

**TO:** Mayor and City Council Members  
**FROM:** Allan Schneck, P.E., Director Department of Public Services  
**DATE:** March 21, 2022  
**SUBJECT:** 2022 Concrete Road Replacement Program

**REQUEST:**

City Council is requested to authorize a contract/blanket purchase order for the 2022 Concrete Road Replacement Program to Koala-T Construction, Inc., Holly, Michigan in the amount of \$2,141,913.00 with a 10% project contingency in the amount of \$214,191.30 for a total not-to-exceed project amount of \$2,356,104.30 and further authorizes the Mayor to execute a contract on behalf of the City.

**REASON FOR PURCHASE:**

The City's Purchasing Division issued the Invitation to Bid for the 2022 Concrete Road Replacement Program utilizing the MITN system. Bids were opened on March 8, 2022 with three (3) bid responses received. Of the bid responses received, Koala-T Construction, Inc., was the lowest, responsive, responsible bid. Koala-T Construction, Inc., has performed work in the past for the City and we have been satisfied with their services, as well as their communication during the work.

**PROCESS:**

**Vendor Name and Address:**

Koala-T Construction, Inc.  
13448 Chateau Cove  
Holly, MI 48442

**Reason for Selection:**

Lowest, Responsive, Responsible Bidder

**Method of Purchase:**

Contract/Blanket Purchase Order

**BUDGET:**

Funding is included in the FY 2022 Adopted Budget.

The remaining project budget will be utilized as part of the FY 2022 Asphalt Road Rehabilitation program.

Please note: The agenda summary for construction engineering for the 2022 Concrete Road Replacement Program will be coming at the next City Council Meeting.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
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Local Street Fund	454.970000	LS-01: Local Street Rehabilitation	\$4,900,000.00	\$2,356,104.30	\$2,543,895.70
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**RECOMMENDATION:**

It is recommended that City Council authorize a contract/blanket purchase order for the 2022 Concrete Road Replacement Program to Koala-T Construction, Inc., Holly, Michigan in the amount of \$2,141,913.00 with a 10% project contingency in the amount of \$214,191.30 for a total not-to-exceed project amount of \$2,356,104.30 and further authorizes the Mayor to execute a contract on behalf of the City.

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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