



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: 2026-0258

TO: Mayor and City Council Members

FROM: Tracey Balint, P.E., Interim Director Department of Public Services

DATE: June 8, 2026

SUBJECT: Dutton Road (Wales Dr to Adams Rd) Water Main Replacement Project, City File #E26-005

REQUEST:

City Council is requested to authorize a contract/blanket purchase order for the Dutton Road Water Main Replacement Project to Bidigare Contractors, Inc., Plymouth, Michigan in the amount of \$973,761.44 with a 10% project contingency in the amount of \$97,376.14 for a total-not-to-exceed project cost of \$1,071,137.58 and further authorizes the Mayor to execute an agreement on behalf of the City.

REASON FOR PURCHASE:

At their April 22, 2024 meeting, City Council authorized the award of the Judson Park and Brabach Orchards Water Main Replacement Project contract to Bidigare Contractors, Inc., Plymouth, Michigan as the lowest, responsive, responsible bidder, which included an option for the City to extend the agreement for two additional years, with a 7% annual price increase.

The City has conducted an evaluation of the feasibility and cost-effectiveness of exercising the second and final renewal option for the current year's water main projects, specifically the Dutton Road Water Main Replacement Project (and Henry Ford Hospital/ Avon Towers/ Rochester High School Water Main Replacement Project), and recommends exercising the final renewal option with Bidigare Contractors, Inc. This recommendation is based on the determination that extending the existing contract with a 7% increase to the 2025 unit prices is more cost-effective than rebidding the project in the current market. The 7% represents a known and manageable cost, while the potential for cost escalation in the current market is always a possibility when soliciting bids. Bidigare Contractor's has demonstrated satisfactory performance and quality of work on previous City projects, and the City has been satisfied with the work completed.

The scope of the Dutton Road Water Main Replacement Project required some adjustments to a few pricing items. These adjustments, are highlighted in the attached Cost Summary. The adjustments were related to inclusion of 16-inch water main pipe (open cut) and 16-inch gate well, and lump sum items related to vegetation clearing, mobilization, traffic maintenance and control, soil erosion measures, and audio and video coverage. These adjustments have been thoroughly reviewed and agreed upon between the City and Bidigare Contractors, Inc. It is recommended that City Council authorize the City to exercise the second and final renewal option with Bidigare Contractors, Inc., and authorize award of the contract to Bidigare Contractors, Inc. for the Dutton Road Water Main Replacement Project.

PROCESS:

Vendor Name and Address:

Bidigare Contractors, Inc.
939 S. Mill Street
Plymouth, MI 48170

Reason for Selection:

Contract Extension

Method of Purchase:

Contract/Blanket Purchase Order

BUDGET:

Partial funding is included in the FY 2026 Adopted Budget.

It is proposed to utilize a portion of the +\$85,520 remaining project budget from the design engineering services for the Rochester Road (M-150) Sanitary System Rehabilitation project (2026-0251), and reallocate +\$65,000 from that remaining project towards the Dutton Road Water Main Replacement project.

If approved by City Council, Fiscal shall reallocate +\$65,000 from the Rochester Road (M-150) Sanitary System Rehabilitation project to the Dutton Road Water Main Replacement project as part of the FY 2026 2nd Quarter Budget Amendment.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Water & Sewer Capital Fund	593.972000	Mains & Services	\$1,006,250.00	\$1,071,137.58	(\$64,887.58)

RECOMMENDATION:

It is recommended that City Council authorize a contract/blanket purchase order for the Dutton Road Water Main Replacement Project to Bidigare Contractors, Inc., Plymouth, Michigan in the amount of \$973,761.44 with a 10% project contingency in the amount of \$97,376.14 for a total-not-to-exceed project cost of \$1,071,137.58 and further authorizes the Mayor to execute an agreement on behalf of the City.

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