



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: 2026-0131

TO: Mayor and City Council Members

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

DATE: March 23, 2026

SUBJECT: 2026 Local Street Asphalt Road Rehabilitation Program including 2026 Pathway Rehab Program and Childress Ave. & Enid St. Special Assessment District (SAD) Project
City File #E26-002

REQUEST:

City Council is requested to authorize a blanket purchase order/contract for the 2026 Local Street Asphalt Road Rehabilitation Program including the 2026 Pathway Rehabilitation Program and Childress Ave. & Enid St. SAD project to Ajax Paving Industries, Inc., Troy, Michigan in the amount of \$2,916,200.19 with a 10% project contingency in the amount of \$291,620.02 for a total not-to-exceed project amount of \$3,207,820.21 and further authorize the Mayor to execute an agreement on behalf of the City.

REASON FOR PURCHASE:

The City issued a formal bid for this project through the MITN system and received eight responses. Ajax Paving Industries has been identified as the lowest responsive and responsible bidder.

Based on their competitive pricing and the City's positive experience with their services on past projects, we recommend awarding the contract to Ajax Paving Industries.

The project scope of work includes the following:

Part A: Local Streets Resurfacing: Shadow Woods Subdivision

Part B: Brewster, east side between Walton and Tienken, Pathway Rehabilitation

Part C: Childress Avenue and Enid Street gravel to paved SAD project

PROCESS:

Vendor Name and Address:

Ajax Paving Industries, Inc.
1957 Crooks Road, Suite A
Troy, MI 48084

Reason for Selection:

Lowest, responsive, responsible bidder

Method of Purchase:

Blanket Purchase Order/Contract

BUDGET:

Funding is included in the FY 2026 Adopted Budget.

For the LS-01 Childress Ave. & Enid St. SAD Paving portion of the project, it is proposed to first reallocate \$382,500 currently included in the FY 2026 Adopted Budget for the Dunning Road SAD project.

Note: The remaining Local Street Fund / LS-01 Local Street Rehabilitation Program budget will be utilized for the FY 2026 Local Street Concrete Program.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Local Street Fund	454.970000	LS-01: Local Street Rehabilitation	\$6,000,000.00	\$1,927,860.39	\$4,072,139.61
Local Street Fund	454.970000	LS-01: Childress & Enid SAD Paving	\$637,500.00	\$967,387.95	(\$329,887.95)
Major Road Fund	452.970000	PW-01: Pathway Rehabilitation Program	\$100,000.00	\$100,000.00	\$0.00
Pathway Construction Fund	403.974000	PW-01: Pathway Rehabilitation Program	\$400,000.00	\$212,571.87	\$187,428.13
		Grand Total	\$7,137,500.00	\$3,207,820.21	\$3,929,679.79

RECOMMENDATION:

It is recommended that City Council authorize a blanket purchase order/contract for the 2026 Local Street Asphalt Road Rehabilitation Program including the 2026 Pathway Rehabilitation Program and Childress Ave. & Enid St. SAD project to Ajax Paving Industries, Inc, Troy, Michigan in the amount of \$2,916,200.19 with a 10% project contingency in the amount of \$291,620.02 for a total not-to-exceed project amount of \$3,207,820.21 and further authorize 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