



City of Allen Park
State of Michigan

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16630 Southfield Road
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To: Mayor and City Council
From: Mark A. Kibby, City Administrator
Date: January 27, 2017
Re: Demolition – 16850 Southfield Road

Back in January 2016, the City opened bids for the demolition of the old City Hall and Police Department at 16850 Southfield Road. There were a total of 13 bids received, with amounts ranging from \$98,850.00 to \$496,400.00. On April 26, 2016, the City awarded the bid to S J Design & Construction. After numerous attempts to work with the contractor, they finally confirmed that they could not complete the demolition. At that point, the potential buyer of the front parcel of the property agreed to complete the demolition for a reduction in the price. On Tuesday, City Attorney Couvreur received a phone call that the buyer wanted to go back to the original offer and not be responsible for the demolition of the property.

We have contacted the second low bidder, Salenbien Trucking & Excavating, and they will honor their bid price and can accommodate a quick timeframe to complete the demolition. We have checked some of their references, and they are highly recommended.

1. It is the recommendation of the Administration to **RESCIND** Resolution 16-0426-107, which awarded the Demolition of 16850 Southfield Road to the low bidder, S J Design & Construction, in the amount of \$98,850.00.
2. It is the recommendation of the Administration to **Award** the Demolition of 16850 Southfield Road to the second low bidder, Salenbien Trucking & Excavating, in the amount of \$182,000.00. The costs for this demolition will require a Budget Amendment of \$182,000.00 from Transfer Out SLP (101-221-965.593) to Building Demolition (101-263-963.000).

Thank you for your consideration on this matter.