



CITY OF NOVI CITY COUNCIL
APRIL 21, 2025

SUBJECT: Approval of the final payment to Cadillac Asphalt LLC for the Thirteen Mile Road Rehabilitation project, Meadowbrook Road to M-5, in the amount of \$25,806.02, plus interest earned on retainage.

SUBMITTING DEPARTMENT: Department of Public Works, Engineering Division

KEY HIGHLIGHTS:

- Construction was performed on time and on budget.
- Scope added via Change Order from the Industrial Roads Rehabilitation project and approved on June 17, 2024, City Council meeting.
- Originally in GLWA's contract to complete.

FINANCIAL IMPACT

	FY 2024/25
EXPENDITURE REQUIRED	\$ 25,806.02
BUDGET Major Street Fund	\$ 2,316.00 Expenditure <u>\$ 23,490.02 Retainage</u> \$ 25,806.02 TOTAL
APPROPRIATION REQUIRED	\$0
FUND BALANCE IMPACT	\$0

BACKGROUND INFORMATION:

The design of the 13 Mile Road Rehabilitation project from Meadowbrook Road to M-5 was awarded to engineering consultant, AECOM-Great Lakes, at the March 4, 2024, City Council meeting. This section of 13 Mile Road was part of the Great Lakes Water Authority's (GLWA's) 54-inch Transmission Water Main project. In order to expedite the

paving and ensure quality work, City staff recommended issuing a change order to the contractor of the Industrial Roads Rehabilitation project, Cadillac Asphalt, LLC. Removing this part of the work from GLWA was due to 13 Mile Road needing more substantial rehabilitation, having direct staff oversight, and ensuring completion during the summer to minimize the impact on schools. None of which could be guaranteed by GLWA.

Also, due to the success Cadillac Asphalt had with the proceeding parts of this Industrial Roads contract and low unit prices, staff recommended that the City Council approve another change order to rehabilitate 13 Mile Road from Meadowbrook Road to the M-5 highway. This change order was approved at the June 17, 2024, meeting.

The construction contract was awarded at the April 17, 2023, City Council meeting to Cadillac Asphalt, LLC., in the amount of \$927,465.67. Staff worked with the engineering consultant for this project, AECOM-Great Lakes, to review and verify the final contract amount of \$25,806.02 that is due to the contractor. The City Attorney reviewed the final documentation and found it to be in an acceptable form (Beth Saarela, March 27, 2025).

There were four (4) approved change orders issued, resulting in an overall increase of \$14,451.10 or 1.6% over the awarded amount. The approved change orders resulted in a final contract price of \$941,916.77 for the contract.

RECOMMENDED ACTION: Approval of the final payment to Cadillac Asphalt LLC for the Thirteen Mile Road Rehabilitation project, Meadowbrook Road to M-5, in the amount of \$25,806.02, plus interest earned on retainage.