

**ROCHELLE CITY COUNCIL  
AGENDA ITEM MEMO  
REGULAR MEETING**

**SUBJECT:** Amending a Resolution Authorizing The Retention of BHMG Engineers, Inc. For the Engineering Services for Phase 2 Electric Systems Upgrades

**Staff Contact:** Blake Toliver Superintendent of Electric Operations

**Summary:** 8/9/21 The City would like to engage BHMG Engineers, Inc to provide engineering services to design, assist in procurement, and standard construction administration for the following infrastructures upgrades to the electric system these include: a new transformer for the generation plant, the Prologis line to Centerpoint, the Centerpoint substation and, the line from Centerpoint to Twombly.

7/28/25 Nearly four years ago, City Council approved a resolution to retain BHMG Engineers to design Phase 2 upgrades for the Electric Department. Over the course of the project, the scope and design have evolved significantly. As a result of these changes, BHMG has submitted a price adjustment request.

The documentation provided by BHMG outlines the rationale for this request in detail. Given their integral role in the project and the complexity of the work involved, continuing without their support would either be infeasible or require significant additional expenditure to secure alternative engineering services. Even with the adjustment, the engineering cost remains under 10% of the total estimated project cost of nearly \$20 million.

In addition to approving the price adjustment, I am also requesting that City Council approve the construction administration and support services proposal for the Centerpoint Substation project. These funds will ensure that an engineer is onsite to oversee the quality of work and to provide immediate support in the event contractors encounter issues during line or substation construction.

<b><u>Description</u></b>	<b><u>Engineering Proposal PCR</u></b>	
Power plant transformer replacement	\$180,000	
Ritchie to Centerpoint line	<del>\$345,000</del>	\$703,500
Centerpoint Substation	<del>\$320,000</del>	\$671,850
Centerpoint to Twombly line	\$240,000	
<b>Total</b>	<b>\$1,085,000</b>	<b>\$1,795,350</b>

**Construction Admin Proposals:** Ritchie Sub to Centerpoint Line \$ 169,620  
Centerpoint Substation \$ 160,000

**Funding Sources:**

Source:	Budgeted Amount:	Proposed Expenditure:
Electric Bonds	18,000,000	<del>\$ 1,085,000</del> \$1,795,350
Electric Bonds	18,000,000	\$329,620

**Strategic Plan Goal Application:**      Infrastructure Effectiveness and Improvement

**Recommendation:**      Approve the Amended Resolution Authorizing The Retention of BHMG Engineers, Inc.  
For the Engineering Services for Phase 2 Electric Systems Upgrades