



City of Rochester Hills
AGENDA SUMMARY
FINANCIAL ITEMS

1000 Rochester Hills Dr.
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Legislative File No: 2013-0036

TO: Mayor and City Council Members

FROM: Allan E. Schneck, P. E., Director of Public Services

DATE: January 14, 2013

SUBJECT: Cost Participation Agreement, Livernois Road (Avon Road to Walton Blvd.)
City File No. E13-001, Concrete Slab Replacement Program, 2013

REQUEST:

The Department of Public Services request City Council to approve the Cost Participation Agreement between the City of Rochester Hills and the Board of Commissioners for the County of Oakland (BOARD) for the joint repair and crack sealing on Livernois Road from Avon Road to Walton Boulevard; and authorize the Mayor and Clerk to execute the agreement on behalf of the City.

REASON FOR PURCHASE:

In August, 2012, the City of Rochester Hills was notified by Road Commission for Oakland County (RCOC) that approximately \$2.9 million in un-committed Tri-Party Funds had been made available. In an effort to utilize the funds, the RCOC and BOARD requested that communities submit requests identifying potential road projects. Due to the overwhelming number of requests received, the RCOC and BOARD agreed to use the current Tri-Party Program distribution formula to allocate the additional funds. The City of Rochester Hills received an additional \$303,516 in 2012 Tri-Party funding (*note: this amount includes 1/3 City share*).

In an attempt to obtain economies of scale, it is proposed that the joint repair and crack sealing on Livernois Road from Avon Road to Walton Boulevard be included along with the City's 2013 Concrete Slab Replacement Program. The administration of the program is outlined as follows:

- Preliminary engineering performed by City
- Construction engineering performed by RCOC
- Construction bid with 2013 Concrete Slab Replacement Program performed by City contractor
 - City will be reimbursed \$210,058 which equals 100% of the BOARD's and RCOC's Tri-Party contribution.

PROCESS:

Name and Address - Reimbursement:
Road Commission for Oakland County
31001 Lahser Road
Beverly Hills, MI 48025

Reason for Selection:
Cost Participation Agreement

BUDGET:

Funding included in FY 2013 Adopted Budget as the Tri-Party Match for Major Road Improvements [\$250,000].

If approved by Council, Fiscal will prepare the necessary FY 2013 2nd Quarter Budget Amendments to increase the construction expense by \$66,000 [to a revised budget of \$316,000] and will also increase the offsetting revenue reimbursement by \$210,000.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Major Roads	452.970000	Construction	\$250,000.00	\$315,087.00	(\$65,087.00)

RECOMMENDATION:

The Department of Public Services request City Council to approve the Cost Participation Agreement between the City of Rochester Hills and the Board of Commissioners for the County of Oakland (BOARD) for the joint repair and crack sealing on Livernois Road from Avon Road to Walton Boulevard; and authorize the Mayor and Clerk to execute the agreement on behalf of the City.

In addition, recommends that City Council authorize the payment, identified in the Cost Participation Agreement, for any contractor payment costs if no Tri-Party Funds are available, above \$315,087, which accrues through the terms of the agreement.

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Budget Content: Finance Director		
Purchasing Process: Supervisor of Procurement		
Mayor		
City Council Liaison		