



City of Rochester Hills  
AGENDA SUMMARY  
FINANCIAL ITEMS

1000 Rochester Hills Dr.  
Rochester Hills, MI 48309  
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[www.rochesterhills.org](http://www.rochesterhills.org)

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Legislative File No: 2019-0124

**TO:** Mayor and City Council Members

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

**DATE:** March 25, 2019

**SUBJECT:** Authorization for MDOT Local Agency Agreement for Auburn Road Corridor Project

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**REQUEST:**

The Department of Public Services requests that City Council authorize a contract between the Michigan Department of Transportation (MDOT) and the City of Rochester Hills for the construction of the Auburn Road roadway work from Culbertson to Hessel in the amount of \$6,117,200.00 and authorizes the Mayor and City Clerk to execute the agreement on behalf of the City.

**REASON FOR PURCHASE:**

Rochester Hills has been approved for federal grant funding assistance from two different sources. The first, the Surface Transportation Program (STP) 3R program resulted in an award of \$474,577.00 to Rochester Hills for Fiscal Year 2021. Rochester Hills was subsequently able to request and receive approval for this funding to be moved up to Fiscal Year 2020. This funding program does allow an increase of up to 25% and the funding agreement reflects this increased reimbursement amount of \$593,221.25.

The second grant approval is from the federal Transportation Alternative Program (TAP) and the City was awarded \$481,319.00 for Fiscal Year 2019.

Since the reconstruction of Auburn Road will utilize the federal funding, the MDOT reviews, approves, bids, awards and administers the project for the community. Thus, MDOT has prepared the attached Local Agency Funding Agreement for the Auburn Road reconstruction project that incorporates both of the federal grants and also estimates the additional expenses to complete the project.

City Council is being asked to approve this funding agreement in order to commence the construction phase as soon as possible to keep the project on schedule. However, it should be noted that the bid opening for this phase of the corridor work is April 5<sup>th</sup>.

**PROCESS:**

**Vendor Name and Address:**

Michigan Department of Transportation  
Local Agency Programs Unit  
425 W. Ottawa Street  
Lansing, MI 48909

**Reason for Selection:**

STP Grant, TAP Grant

**Method of Purchase:**

Contract

**BUDGET:**

Funding is included in the FY 2019 Adopted Budget.

<b>Fund Name</b>	<b>Department Account No</b>	<b>Account No. Description</b>	<b>Budget Amount</b>	<b>Cost</b>	<b>Remaining Budget</b>
Major Road Fund	452.970000	Construction	\$6,250,000.00	\$6,117,200.00	\$132,800.00

**RECOMMENDATION:**

The Department of Public Services recommends that City Council approve the attached contract between the Michigan Department of Transportation (MDOT) and the City of Rochester Hills for the construction of the Auburn Road roadway work from Culbertson to Hessel in the amount of \$6,117,200.00 and authorizes the Mayor and City Clerk to execute the agreement on behalf of the City.

Attachment(s): MDOT Local Agency Agreement 19-5110

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<b>APPROVALS:</b>	<b>SIGNATURE</b>	<b>DATE</b>
Department Review		
Department Director		
Budget Content: Chief Financial Officer		
Purchasing Process: Supervisor of Procurement		
Mayor		
Deputy Clerk		