



**City of Rochester Hills  
AGENDA SUMMARY  
FINANCIAL ITEMS**

**1000 Rochester Hills Dr.  
Rochester Hills, MI 48309  
248.656.4630  
[www.rochesterhills.org](http://www.rochesterhills.org)**

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**Legislative File No: 2012-0077  
Cross Reference File No. 2009-0203**

**TO:** Mayor and City Council Members

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

**DATE:** March 19, 2012

**SUBJECT:** Tienken Road, (Livernois Road to Sheldon Road), Right of Way Acquisition Cost Participation Agreement, City File No. E06-001

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**REQUEST:**

The Department of Public Services requests that City Council approve the Cost Participation Agreement between the Board of Road Commissioners (BOARD) and the City of Rochester Hills (COMMUNITY) for right of way acquisition related to the reconstruction and widening of Tienken Road from Livernois Road to Sheldon Road in the amount \$116,667.00.

Final right of way costs will be billed to actual costs. Any right of way costs above the estimated amounts are required to be funded equally by the BOARD and COMMUNITY.

**REASON FOR PURCHASE:**

As part of the City's 2008 Master Thoroughfare Plan Update, the preferred alternative identified the Tienken Road corridor as a three (3) lane road section. During the Environmental Assessment (EA) phase of the Tienken Road Improvement project, the recommended alternative calls for a three (3) lane road section between Livernois and Sheldon with a dual-lane roundabout replacing the existing signalized intersection at Livernois and Tienken. The recently improved intersections of Tienken at King's Cove and at Rochester Road will not be included within the project limits.

The corridor is under the jurisdiction of the Road Commission for Oakland County (RCOC), which has prepared initial design plans and is commencing the right-of-way acquisition phase. The final EA identified nine (9) properties requiring total acquisition for the project. Further design plan refinement and/or negotiations with affected property owners may slightly alter this figure.

Construction of the project was coordinated so that it would not conflict with the City of Rochester's reconstruction of Main (Rochester Road). The project is expected to commence in 2013 and be completed in 2014.

The total right of way acquisition costs are estimated at \$3,500,000.00. The Board has entered into an agreement with the Michigan Department of Transportation (MDOT) for 80% federal funding of the right of way acquisition costs in the amount of \$2,800,000.00 under the High Priority Project Program. The BOARD is financially responsible to MDOT to bear all the right of way acquisition costs in excess of the federal funds, which are referred to as the LOCAL MATCH. The estimated LOCAL MATCH is 20% of the total estimate or \$700,000.00 and shall be shared by the BOARD, and the COMMUNITY. The City's share of the LOCAL MATCH involves certain designated and approved Tri-Party Program funding in the amount of \$350,000.00,

which shall be shared through equal contributions by the BOARD, COMMUNITY, and the Oakland County Board (COUNTY) as follows:

	<u>BOARD</u>	<u>COUNTY</u>	<u>COMMUNITY</u>	<u>TOTAL</u>
Fiscal Year 2011 Tri-Party Program	\$116,666	\$116,667	\$116,667	\$350,000
BOARD Contribution	<u>\$350,000</u>			<u>\$350,000</u>
Total Shares	\$466,666	\$116,667	\$116,667	\$700,000

The City's share of the total right of way acquisition costs for the project is approximately 3%.

**PROCESS:**

**Vendor Name and Address:**

Road Commission for Oakland County  
31001 Lahser Road  
Beverly Hills, MI 48025

**BUDGET:**

The project was included in the 2012 1<sup>st</sup> quarter budget amendment.

<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 Construction	452.973000	Land: ROW Acquisition MR-04A	\$400,000.00	\$116,667.00	\$283,333.00

**RECOMMENDATION:**

The Department of Public Service recommends that City Council approves the Cost Participation Agreement between the Board of Road Commissioners (BOARD) and the City of Rochester Hills (COMMUNITY) for right of way acquisition related to the reconstruction and widening of Tienken Road from Livernois Road to Sheldon Road in the amount \$116,667.00.

Final right of way costs will be billed to actual costs. Any right of way costs above the estimated amounts are required to be funded equally by the BOARD and COMMUNITY.

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Attachment(s): RCOE Cost Participation Agreement  
Board Project No. 48661  
Agenda Summary 2009-0203, with resolution

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