



City of Rochester Hills
AGENDA SUMMARY
FINANCIAL ITEMS

1000 Rochester Hills Dr.
Rochester Hills, MI 48309
248.656.4630
www.rochesterhills.org

Legislative File No: 2012-0077 vs. 3
Cross Reference File No. 2009-0203

TO: Mayor and City Council Members
FROM: Allan E. Schneck, P.E., Department of Public Services Director
DATE: February 9, 2015
SUBJECT: Tienken Road, (Livernois Road to Sheldon Road), Right of Way Acquisition Cost Participation Agreement, City File No. E06-001

REQUEST:

The Department of Public Service recommends that City Council approves the payment for the additional Right-of-Way acquisition to the Board of Road Commissioners (BOARD) related to the reconstruction and widening of Tienken Road from Livernois Road to Sheldon Road in the amount \$591,282.13.

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:

The Rochester Hills City Council approved 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 on March 19, 2012. Per paragraph 3 (c) of the agreement, Any Right-Of-Way costs above the Tri-Party Program funding of \$350,000 and the BOARD contribution of \$350,000 will be funded equally by the BOARD and the COMMUNITY.

The total right of way acquisition costs were originally estimated at \$3,500,000.00. The Right-of-Way costs through December 31, 2014 are as follows:

| | |
|---|-----------------------|
| Right of Way Costs thru December 31, 2014 | \$4,617,095.92 |
| Federal/State Aid Received | (\$2,734,531.66) |
| Tri-Party Funding per April 12, 2012 Contract | (\$350,000.00) |
| RCOC Cost Participation per April 12, 2012 Contract | (\$350,000.00) |
| | <u>\$1,182,564.26</u> |

Rochester Hills 50% Share of Costs above Funding thru December 31, 2014 is \$591,282.13.

There are currently two (2) additional properties still in negotiation with RCOC for Right-of-Way. Costs associated with the final acquisitions have not been determined. As further information is received, City Council will be updated on the progress of the acquisitions.

PROCESS:

Vendor Name and Address:

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

BUDGET:

The ROW phase of this project was included in the 2014 Adopted Budget. The invoice recently received was for services provided through 12/31/2014, meaning that it will be charged to the FY 2014 Budget.

| Fund Name | Department Account No | Account No. Description | Budget Amount | Cost | Remaining Budget |
|-------------------------|-----------------------|------------------------------|---------------|--------------|------------------|
| Major Road Construction | 452.973000 | Land: ROW Acquisition MR-04A | \$52,774.19 | \$591,282.13 | (\$538,507.94) |

RECOMMENDATION:

The Department of Public Service recommends that City Council approves the payment for the additional Right-of-Way acquisition to the Board of Road Commissioners (BOARD) for right of way acquisition related to the reconstruction and widening of Tienken Road from Livernois Road to Sheldon Road in the amount \$591,282.13.

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.

Attachment(s): RCOC Invoice dated January 20, 2015

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