



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. 4
Cross Reference File No. 2009-0203

TO: Mayor and City Council Members
FROM: Allan E. Schneck, P.E., Department of Public Services Director
DATE: June 1, 2015
SUBJECT: Tienken Road, (Livernois Road to Sheldon Road), Right of Way Acquisition Cost Participation Payment, City File No. E06-001

REQUEST:

The Department of Public Services recommends that City Council approves the payment for 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 \$49,836.39.

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 of \$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 March 31, 2015 are as follows:

Right of Way Costs thru March 31, 2015	\$4,699,016.53
Federal/State Aid Received	(\$2,734,531.66)
Right of Way Demolition Costs thru March 31, 2015	83,220.52
Federal/State Aid Received for Demolition	(65,468.36)
Tri-Party Funding per April 12, 2012 Contract	(\$350,000.00)
RCOC Cost Participation per April 12, 2012 Contract	<u>(\$350,000.00)</u>
	\$1,282,237.03
Rochester Hills Share 50%	\$641,118.52

City Council approved payment of \$591,282.13 in February, 2015. The current balance based on the first quarter 2015 invoice is \$49,836.39. The attached E-mail from RCOC further explains the cost breakdown.

Legal fees pertaining to a number of parcels, along with a parcel that has not been settled are still remaining. Costs associated with the final acquisition 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:

If approved by City Council, Fiscal shall bring forth a 3rd Quarter 2015 Budget Amendment to increase the Major Road - Construction / ROW Acquisition account (452.973000), with funding to be provided from Major Road fund balance.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Major Road Construction	452.973000	Land: ROW Acquisition MR-04A	\$0	\$49,836.39	(\$49,836.39)

RECOMMENDATION:

The Department of Public Services 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 \$49,836.39.

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 April 30, 2015

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