



City of Rochester Hills
AGENDA SUMMARY
FINANCIAL ITEMS

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

Legislative File No: 2016-0201

TO: Mayor and City Council Members

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

DATE: May 16, 2016

SUBJECT: Cost Participation Agreement for Construction for Dequindre Road
(Burningbush Road to Utica Road) - Board Project No. 53071
City File No. E02-013

REQUEST:

The Department of Public Services recommends that the Rochester Hills City Council approves the Cost Participation Agreement between the Board of Road Commissioners (BOARD) for the County of Oakland and the City of Rochester Hills (COMMUNITY) for the Construction portion of the reconstruction of Dequindre Road from Burningbush Road to Utica Road, and authorizes the Mayor to execute the agreement on behalf of the City.

In addition, recommends that City Council authorize the payment, identified in the Cost Participation Agreement as the Rochester Hills Share, in the amount not-to-exceed \$139,019.

REASON FOR PURCHASE:

The project will be led by RCOC in conjunction with the adjacent communities of Troy/Sterling Heights/Shelby Twp., and Rochester Hills. Most of this section of Dequindre Road is currently five lanes. This is the first phase of a larger project that will include Dequindre from Long Lake Road to Auburn Road, which will be completed in future years.

This project will include traffic signal upgrades and drainage improvements as well as operational improvements to the east/west legs of the Dequindre/South Blvd./Dobry St. intersection. The project will be constructed in 2016.

The estimated total cost of the project is \$8,294,600. The project will be split 80% federal funds (\$6,609,518) and 20% local share (\$1,685,082). The local share shall be divided equally (50/50) and concurrently by the BOARD and the Macomb County Department of Roads (MCDR) estimated to be \$842,541 each. The cost participation breakdown of the local share shall be as follows:

- MCDR = \$842,541
- BOARD = \$421,270 / 50% of \$842,541
- Troy = \$282,282 / 67% of the remaining 50%
- Rochester Hills = \$139,019 / 33% of the remaining 50%

Any construction costs above the estimated amount in Rochester Hills will be shared equally between the BOARD and the City. If necessary, additional construction cost requests will be brought forth to City Council for approval at a future meeting.

This project is in the current 2015-2020 Capital Improvement Plan as project MR-13A with an anticipated construction date of FY 2016. Eighty percent (80%) of the construction costs will be federally funded utilizing Transportation Economic Development Fund (TEDF) in the amount of \$4,657,113, through the Surface Transportation Program (STP) program in the amount of \$977,000 and the State Transportation Economic Develop Program (STEDP) in the amount of \$975,405.

PROCESS:

Vendor Name and Address:

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

Reason for Selection:

Cost Participation Agreement

BUDGET:

Funding is included in the FY 2016 Adopted Budget.

Fund	Department Account No	Account No. Description	Budget Amount	Cost	Budget Remaining
Major Roads	452.970000	Construction MR-13A	\$400,000	\$139,019	\$260,981

RECOMMENDATION:

The Department of Public Services recommends that the Rochester Hills City Council approves the Cost Participation Agreement between the Board of Road Commissioners (BOARD) for the County of Oakland and the City of Rochester Hills (COMMUNITY) for construction for the reconstruction of Dequindre Road from Burningbush Road to Utica Road, and authorizes the Mayor to execute the agreement on behalf of the City.

In addition, recommends that City Council authorize the payment, identified in the Cost Participation Agreement as the Community Share, in the amount not-to-exceed \$139,019.

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Budget Content: Finance Director		
Purchasing Process: Supervisor of Procurement		
Mayor		
Deputy Clerk		