



City of Rochester Hills
 AGENDA SUMMARY
 FINANCIAL ITEMS

1000 Rochester Hills Dr.
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 248.656.4630
www.rochesterhills.org

Legislative File No: 2012-0077 Version 6

TO: Mayor and City Council Members
FROM: Allan E. Schneck, P.E., Director of Public Services
DATE: February 27, 2017
SUBJECT: Tienken Road, (Livernois 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 of \$59,412.53.

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 September 30, 2016 are as follows:

Right of Way Costs thru September 30, 2016	\$	4,825,506.21
Federal/State Aid Received	\$	(2,734,960.77)
Right of Way Demolition Costs thru September 30, 2016	\$	83,220.52
Federal/State Aid Received for Demolition	\$	(65,039.25)
Tri-Party Funding Per April 12, 2012 Contract	\$	(350,000.00)
RCOC Cost Participation per April 12, 2012 Contract	\$	(350,000.00)
	\$	1,408,726.71
Rochester Hills Share = 50%	\$	704,363.36
January 2015 Invoice 89714	\$	(591,282.13)
April 2015 Invoice 91209	\$	(49,836.39)
November 2015 Invoice 94473	\$	(3,832.31)
Balance Due	\$	59,412.53

The current balance based on the charges to Rochester Hills ending September 30, 2016 is \$59,412.53. Legal fees pertaining to a number of parcels, have not been settled and may still be remaining. 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:

Funding to be included as part of the Fiscal Year 2017 First Quarter Budget Amendment

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Major Road Construction	452.973000	Land ROW Acquisiton MR-40A	\$0	\$59,412.53	(\$59,412.53)

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 of \$59,412.53.

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), Scan of Invoice and Billing Support

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