



City of Rochester Hills
AGENDA SUMMARY
FINANCIAL ITEMS

1000 Rochester Hills Dr.
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Legislative File No: 2017-0186

TO: Mayor and City Council Members

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

DATE: April 17, 2017

SUBJECT: Special Assessment Maintenance for the Lueders Chapter 20 Drain
City File No. E14-018, MDOT Contract No. 16-5517, Job No. 120276A; 120276C

REQUEST:

The Department of Public Services requests that City Council authorizes a Blanket Purchase Order with the Oakland County Water Resources Commissioner (OCWRC) for the Lueders Drain maintenance work included in the Auburn Road Construction Project between Alexander and Dearborn for \$160,243.60, and authorizes the Mayor and City Clerk to execute the agreement on behalf of the City.

REASON FOR PURCHASE:

The proposed construction along Auburn Road between Alexander and Dearborn includes storm water system work for the Lueders Drain. An agreement between the Michigan Department of Transportation (MDOT) and OCWRC plans to cover the estimated charges that MDOT's project will incur by including the Lueders Drain work in the Auburn Road project construction. The estimated reimbursement cost to MDOT by the OCWRC is \$126,000.00 for the design, construction, and construction engineering services for the Lueders Drain.

Not all of the OCWRC expenses for the Lueders Drain improvements are included in the MDOT agreement. Additional OCWRC expenses directly related to the Lueders Drain Drainage District work results in a total estimate of \$173,800 for the expected Contracted Services, Project Development, County Services, and Contingency. These individual category amounts are listed in the attached file, Leuders Drain Probable Project Costs.pdf.

The Rochester Hills' local assessment that the Lueders Drain Drainage Board intends to recover from the City is then calculated to be \$160,243.60.

PROCESS:

Vendor Name and Address:

Oakland County Water Resources Commissioner
One Public Works Drive
Waterford, MI 48328

Reason for Selection:

Chapter 20 Lueders Drain Drainage District Board Administrator

BUDGET:

Funding is included in the 2017 Adopted Budget for Chapter 20 Drain maintenance.

As this single project will almost utilize the entire appropriated amount in the Water Resources Fund - Maintenance line item, a 2nd Quarter 2017 Budget Amendment will be presented to increase this Water Resources Fund budget by the amount of the Lueders Drain maintenance assessment [+\$160,250] with the source of funding an increase in the transfer-in to the Water Resources Fund from the General Fund. The General Fund will draw the additional transfer-out funding from General Fund Balance.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Water Resources	244.931000	Maintenance	\$162,890.00	\$160,243.60	\$2,646.40

RECOMMENDATION:

The Department of Public Services recommends that City Council authorizes a Blanket Purchase Order with the Oakland County Water Resources Commissioner for the Lueders Drain maintenance work included in the Auburn Road Construction Project between Alexander and Dearborn for \$160,243.60, and authorizes the Mayor and City Clerk to execute the agreement on behalf of the City.

Attachment(s): 16-5517 Final approved copy (reviewed by MDOT and GW-KC).pdf
2017 Project Special Assessment Roll for Lueders Drain.pdf
Lueders Drain Probable Project Cost.pdf

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