



City of Rochester Hills
AGENDA SUMMARY
FINANCIAL ITEMS

1000 Rochester Hills Dr.
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Legislative File No: 2016-0201 Version 2

TO: Mayor and City Council Members
FROM: Allan E. Schneck, P. E., Director of Public Services
DATE: May 1, 2017
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 requests that City Council approve payment of \$40,565.60 to the Road Commission for Oakland County for construction costs incurred on the above referenced Dequindre Road project.

REASON FOR PURCHASE:

Rochester Hills approved a Cost Participation Agreement for the Dequindre Road construction work between Burningbush and Utica on May 16, 2016. A provision of the agreement states in paragraph 3d, "ROCHESTER HILLS agrees that any cost overages shall be shared equally and concurrently between the BOARD and ROCHESTER HILLS".

The Dequindre Road project costs have exceeded the identified amounts in the Cost Participation Agreement and Rochester Hills has received an invoice for its share of the exceedance. Additional future expenses may apply until the project audit is finalized. The attached invoice states that the project is 94.65% complete.

PROCESS:

Vendor Name and Address:

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

Reason for Selection:

Cost Participation Agreement

BUDGET:

If approved by City Council, a 2nd Quarter 2017 Budget Amendment will be presented to increase the project budget with the offsetting source of funding to be drawn from Major Road Fund Balance.

Fund	Department Account No	Account No. Description	Budget Amount	Cost	Budget Remaining
Major Roads	452.970000	Construction MR-13A	\$0	\$40,565.60	(\$40,565.60)

RECOMMENDATION:

The Department of Public Services recommends payment of \$40,565.60 to the Road Commission for Oakland County for construction costs incurred on the Dequindre Road project from Burningbush to Utica.

Attachment(s): Invoice 101786

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