



City of Rochester Hills  
AGENDA SUMMARY  
FINANCIAL ITEMS

1000 Rochester Hills Dr.  
Rochester Hills, MI 48309  
248.656.4630  
[www.rochesterhills.org](http://www.rochesterhills.org)

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Legislative File No: 2018 - 0209

**TO:** Mayor and City Council Members

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

**DATE:** May 21, 2018

**SUBJECT:** Cost Participation Agreement for Road Reconstruction & Construction Engineering Services on Hamlin Road  
(Old Adams to 500' East of Adams Rd) Board Project No. 53871 - City File No. E17-006

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**REQUEST:**

The Department of Public Services recommends that the Rochester Hills City Council approve the Cost Participation Agreement between the Board of Road Commissioners (BOARD) for the County of Oakland and the City of Rochester Hills for the road reconstruction and construction engineering services on Hamlin Road from Old Adams to 500' east of Adams Road in the amount \$4,573,968.00.

**REASON FOR PURCHASE:**

The BOARD and City of Rochester Hills have programmed the road reconstruction on Hamlin Road from Old Adams to 500' east of Adams Road. The City of Rochester Hills' estimated local share is \$2,286,984.00. Upon execution of the agreement, the City shall submit an invoice to the BOARD in the amount of \$1,143,492.00 (being 50% of the BOARD's participatory share of the construction & construction engineering). As additional costs of the PROJECT are incurred, the City shall invoice the BOARD for the remaining 50% of the BOARD's total contribution.

**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 2018 Adopted Budget Major Road Revenue Budget.

The reason for the overestimation of revenue is due to the cost of the project coming in under budget. Initially the project was estimated to cost approx. \$5.6 million, which would have equated to a 50% RCOC share of \$2.8 million. As the project now is anticipated to cost approx. \$4.5 million, the 50% RCOC share is reduced proportionally.

<b>Fund</b>	<b>Department Account No</b>	<b>Account No. Description</b>	<b>Budget Revenue Amount</b>	<b>Revenue</b>	<b>Over/(Under) Revenue Budget</b>
Major Road Fund	452.677002	Reimbursement: RCOC	\$2,836,880	\$2,286,984	(\$549,896)

**RECOMMENDATION:**

The Department of Public Services recommends approval of the Cost Participation Agreement between the Board of Road Commissioners (BOARD) for the County of Oakland and the City of Rochester Hills for road reconstruction and construction engineering services on Hamlin Road from Old Adams Road to 500' east of Adams Road in the amount \$4,573,968.00 and further authorizes the Mayor to execute the agreement on behalf of the City.

<b>APPROVALS:</b>	<b>SIGNATURE</b>	<b>DATE</b>
Department Review		
Department Director		
Budget Content: Chief Financial Officer		
Purchasing Process: Supervisor of Procurement		
Mayor		
Deputy Clerk		