



City of Rochester Hills
AGENDA SUMMARY
FINANCIAL ITEMS

1000 Rochester Hills Dr.
Rochester Hills, MI 48309
248.656.4630
www.rochesterhills.org

Legislative File No: 2018 - 0210

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 on Hamlin Road
(North Squirrel Rd to Auburn Hills east City Limits) City File No. E17-006

REQUEST:

The Department of Public Services recommends that the Rochester Hills City Council approve the Cost Participation Agreement between the City of Auburn Hills for the road reconstruction on Hamlin Road from North Squirrel Rd to Auburn Hills east City Limits in the amount \$918,374.55.

REASON FOR PURCHASE:

During the design phase of the road reconstruction of Hamlin Rd from Old Adams to 500' east of Adams, the City approached the City of Auburn Hills about the opportunity to include road work in the City's project. The City of Auburn Hills agreed to collaborate and include road work into the City's project within the limits of North Squirrel Rd to Auburn Hills east City Limits. The City of Auburn Hills' estimated share is \$918,374.55. Upon execution of the agreement, the City shall submit an invoice to the City of Auburn Hills for \$459,187.28 (being 50% of Auburn Hills' participatory share of the construction). As additional costs of the PROJECT are incurred, the City shall invoice Auburn Hills for the remaining 50% of Auburn Hills' total contribution.

PROCESS:

Vendor Name and Address:

City of Auburn Hills
1500 Brown Road
Auburn Hills, MI 48326

Reason for Selection:

Cost Participation Agreement

BUDGET:

The City of Rochester Hills has entered into a cost participation agreement with the City of Auburn Hills, whereas the City of Auburn Hills will reimburse the City of Rochester Hills for all costs associated with the portion of the project in their respective city. If approved by City Council a 2nd Quarter Budget Amendment will be presented to increase both the capital project expenditure cost and the offsetting reimbursement revenue in the Major Road Fund budget.

Fund	Department Account No	Account No. Description	Revenue Budget Amount	Revenue	Over/(Under) Revenue Budget
Major Road Fund	452.677000	Reimbursement	\$0.00	\$918,374.55	\$918,374.55

RECOMMENDATION:

The Department of Public Services recommends approval of the Cost Participation Agreement between the City of Auburn Hills and the City of Rochester Hills for road reconstruction on Hamlin Road from North Squirrel Rd to Auburn Hills east City Limits in the amount \$918,374.55 and further authorizes the Mayor to execute the agreement on behalf of the City.

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