

City Council Agenda Summary Sheet (Non Purchases)

Agenda No: 2004-0393
Date: April 21, 2004
Prepared By: Kim C. Murphey, Administrative Coordinator, DPS
City File No: E03-039 – District 21 Sanitary Sewer Proposed Cost Share Agreement

Meeting Date: May 5, 2004

PURPOSE:

To request City Council consideration on approving the Cost Share Agreement for District 21 Sanitary Sewer between the City of Rochester Hills and W. G. Gilbert, Inc.

DISCUSSION:

On December 1, 2003, City Council approved the concept of a Cost Share Agreement for the construction of a sanitary sewer main along Sheldon Road. City Council requested that staff review the plans to explore options for changing the location of the sanitary sewer in order to save trees. By moving the location of the proposed sanitary sewer to 6 feet west of the quarter section line of Sheldon Road many trees won't have to be removed.

Mr. Bill Gilbert, of W. G. Gilbert, Inc. has proposed the construction of the said sanitary sewer in advance of the City's OCDC Extension Program No. 5. The sanitary sewer extension would potentially provide service to 155 lots in Rochester Hills and 546 lots in Oakland Township. The proposal includes sharing costs of the sanitary sewer based on the percentage of lots benefiting by the extension. Under the proposal, W. G. Gilbert, Inc. will construct the sanitary sewer and pay one hundred (100%) percent of the actual construction costs up front. After completion and approval of the project, Rochester Hills will then reimburse W. G. Gilbert, Inc. for the pro-rata share of 22.1% of the actual construction costs.

FISCAL INFORMATION:

By sharing costs to construct the sanitary sewer main along Sheldon Road with W. G. Gilbert, Inc., it is estimated that the City of Rochester Hills will save approximately \$150,000.00 of future construction dollars.

RECOMMENDATION:

The Department of Public Service recommends that City Council approve the Cost Share Agreement for District 21 Sanitary Sewer between the City of Rochester Hills and W. G. Gilbert, Inc.

ATTACHMENTS:

Agreement Regarding Cost-Sharing and Construction of Sheldon Road Sanitary Sewer Extension for District 21.

Department Authorization: Roger Rouse, Director

Reviewed by:

Fiscal: *Jean Farris*

Clerks: *Susan Koliba-Galeczka*

Approved by: *Pat Somerville*

RESOLUTION

NEXT AGENDA ITEM

RETURN TO AGENDA