



**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: 2005-0336

TO: Mayor and City Council Members

FROM: Roger H. Rousse, Department of Public Services, 841-2497

DATE: May 18, 2005

SUBJECT: OCDC Extension 5A, Contract 4 project in conjunction with RCOC Rochester Road widening project (City File E01-012)

REQUEST:

City Council is requested to approve the payment of \$784,230.00 from the water and sewer fund balance to the Oakland County Drain Commissioner (OCDC) for Extension 5, Contract 4's work to be completed with the Road Commission for Oakland County's (RCOC) Rochester Road widening project.

REASON FOR PURCHASE:

The Engineering Services Division, Oakland County Drain Commissioner and Hubble, Roth & Clark, Inc. have been proceeding with the completion of design plans for the Extension 5, Contract 4 project. The Contract 4 work includes the water main and sanitary sewer extensions identified in the City's Capital Improvement Plan (CIP) for WS-11 and SS-10.

The RCOC has agreed to include a portion of Extension 5, Contract 4 with their Rochester Road widening project. Engineering has been monitoring the progress schedule of the RCOC Rochester Road widening project and it was discovered that RCOC would commence construction prior to our Contract 4 project. The RCOC work includes widening Rochester Road between Tienken and Mead and also along Mead from Rochester to Wimberly. The roadway grade on Rochester Road will be changed significantly in some areas (about 5 feet of fill added to raise Rochester Road near the Rochester Road and Mead Road intersection). A total road closure with traffic detour is also expected during some of the construction period.

Engineering felt that coordination of the City's proposed water and sewer utility extensions along Rochester and Mead Road would be beneficial for the following reasons:

- Will limit the disruption time to a single project
- Will take advantage of the road closure for our utility lead crossings on Rochester Road
- Will eliminate tearing out newly restored driveway crossings
- Will take advantage of an economy of scale by having one contractor coordinating the work
- Will eliminate redundancy included in two separate projects

In order for RCOC to proceed with awarding their project, they must receive the estimated utility construction costs from the City. Since OCDC is administering Extension 5, Contract 4 on behalf of the City, payment will be made to them.

PROCESS:

Vendor Name and Address:

Oakland County Drain Commissioner
Public Works Building
One Public Works Drive
Waterford, MI 48328

Reason for Selection:

OCDC's Extension 5, Contract 4 coordination with the RCOC's Rochester Road construction project between Tienken Road and Mead Road.

Method of Purchase:

Payment to the OCDC will be made from the City's water and sewer fund balance. However, the water and sewer fund will be reimbursed when revenue is received from the Contract 4 bonds.

BUDGET:

The 2005 budget anticipated revenue from bond proceeds to construct CIP projects SS-10 and WS-11. The expected revenues in the budget are included in the Bond Proceeds heading of 510.698001 (\$2,988,750) and 530.698001 (\$2,525,000). The 2005 budget also contains offsetting project construction expenses listed under the line item heading Equipment – Mains & Services for 510.972000 and 530.972000. The amount for SS-10 was recently reduced by \$314,687.92 from the District 21 Sewer Payback Agreement issue that went before council at the May 4, 2005 meeting. For fronting money to the OCDC, equal amounts from the water and sewer department line-items are proposed.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Water & Sewer	510.972.000	Equipment – Mains & Services SS-10	\$2,988,750	\$392,115	\$2,596,635
Water & Sewer	530.972.000	Equipment – Mains & Services WS-11	\$2,525,000	\$392,115	\$2,132,885

RECOMMENDATION:

City Council is requested to approve the payment of \$784,230.00 from the water and sewer fund balance to the Oakland County Drain Commissioner (OCDC) for the work to be completed with the Road Commission for Oakland County's (RCOC) Rochester Road widening project.

RESOLUTION

NEXT AGENDA ITEM

RETURN TO AGENDA

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

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