



**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: 2006-0392

TO: Mayor and City Council Members

FROM: Roger H. Rousse, Director of Public Service

DATE: June 7, 2006

SUBJECT: Adams Road Relocation Cost Participation Agreement with the Road Commission for Oakland County, City File No. E01-004

REQUEST:

That the City Council approves the Cost Participation Agreement for construction of the Adams Road Relocation Project between the City of Rochester Hills and the Road Commission for Oakland County (RCOC) and authorizes the Mayor and Clerk to execute the agreement on behalf of the City.

REASON FOR PURCHASE:

The City of Rochester Hills, RCOC along with the Michigan Department of Transportation (MDOT) have programmed the realignment and widening of Adams Road from Auburn Road to Highway M-59. Although Adams Road is located in Rochester Hills it is under the jurisdiction of RCOC who is responsible to oversee the project. The RCOC entered into an agreement with MDOT to secure partial funding of the project with Build Michigan III Funding. State Build Michigan III Funds will be applied to eligible items of the project cost up to an amount of \$6,000,000. The RCOC has agreed to contribute the construction engineering services for the project estimated at \$1,087,500 at no cost to the City.

The project scope includes water main and sanitary sewer installation of which a portion is ineligible to receive state funds. The ineligible portion is estimated in the amount of \$357,650 and will be the responsibility of the City. The City's share of the local match is \$1,083,740. After execution of the agreement, the City will be invoiced for 50% of the local match in the amount of \$541,870.

The State of Michigan's Transportation Economic Development Fund (TEDF) supports funding Build Michigan III projects. The TEDF was created to assist in the funding of highway, road and street projects necessary to support economic growth. The focus was to move people to and from their jobs in less time, improving safety, reducing congestion and supporting local economy. Under the terms of the agreement between MDOT and RCOC the City of Rochester Hills understands and agree that Adams Road is being improved under the terms of TEDF and shall not be subject to any restriction by local authorities in using certain commercial vehicles on the highway. Such restrictions are in conflict with the basic concept of the TEDF Program and Funding.

Paul Davis, City Engineer will be available for a brief presentation on the project.

PROCESS:

Vendor Name and Address:

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

BUDGET:

The project was approved in the 2006 CIP as MR-05A and incorporated into the 2007 budget in major roads, water and sewer. A proposed budget amendment to cover the remainder of sewer project budget will be forthcoming.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Major Roads Construction	452.970000	Construction & Improvements MR-05A	\$877,500	\$726,090	\$151,410
Water Capital	593.972000	Construction WS-05A	\$150,000	\$21,459	\$128,541
Sewer Capital	593.972000	Construction	\$288,000	\$336,191	(\$48,191)

RECOMMENDATION:

The Department of Public Service recommends approval of the Cost Participation Agreement for Construction of the Adams Road Relocation Project, Auburn Road to M-59 between the City of Rochester Hills and the Board of Road Commissioners of the County of Oakland and authorizes the Mayor and Clerk to execute the agreement on behalf of the City. In addition, recommends that City Council authorize the payment of the City's share, identified in the Cost Participation Agreement, in the amount of \$541,870, which is 50% of the City's share of the estimated total local match, and any additional cost that accrues through the term of the agreement, if funds are budgeted.

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		