

City of Rochester Hills AGENDA SUMMARY NON-FINANCIAL ITEMS

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

Legislative File No: 2013-0196

TO: Mayor and City Council Members

FROM: Allan E. Schneck, P.E., DPS Director

DATE: May 20, 2013

SUBJECT: Proposed Perry Street Diversion Bond Contract

City File Number E07-011

REOUEST:

The Department of Public Services requests that City Council approves the proposed bond contract with the Oakland County Water Resources Commissioner (OCWRC) for the Perry Street Diversion project and authorizes the Mayor and Clerk to execute the contract on behalf of the City.

BACKGROUND:

The Perry Street Diversion project is proposed to construct a sanitary pump station and force main to permit diversion of Clinton-Oakland Sewage Disposal District wastewater flow to the wastewater treatment plant located in the City of Pontiac. The diverted flow would normally continue easterly to the Oakland Macomb Interceptor Drainage District and eventually be treated by the City of Detroit.

OCWRC estimates that proceeding with the work to construct the Perry Street Diversion and divert flow to the Pontiac Wastewater Treatment Facility will save \$20 million over a 20 year period versus not diverting the flow and sending it for treatment to the Detroit Wastewater Treatment plant.

Wastewater flow originating from Rochester Hills will not be diverted, however, since upstream flows will be diverted by other communities, interceptor pipe capacity will be increased in the Clinton-Oakland pipe traversing through Rochester Hills. This increased pipe capacity will allow a community like Rochester Hills to be assigned a new higher "purchased capacity" as proposed with the Inter-Municipal Contract.

The Perry Street Diversion project is being proposed as a system-wide capital improvement to the Clinton-Oakland Sewage Disposal System. The Rochester Hills percentage share of the total project cost is slated as 23.37% as listed in Exhibit B of the attached contract.

Tim Prince, Chief Engineer for the OCWRC will provide a brief presentation to the City Council and answer questions related to this item.

RECOMMENDATION:

The Department of Public Services recommends that City Council approve the proposed bond contract with the Oakland County Water Resources Commissioner (OCWRC) for the Perry Street Diversion project and authorizes the Mayor and Clerk to execute the contract on behalf of the City.

Attachment(s): Perry St Bond Contract.pdf