



City of Rochester Hills
AGENDA SUMMARY
FINANCIAL ITEMS

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Legislative File No: 2024-0624 Version #2

TO: Mayor and City Council Members
FROM: Joe Snyder, Chief Financial Officer, x2534
DATE: May 12, 2025
SUBJECT: Oakland County Sheriff's Office Law Enforcement Agreement for FY 2025-2027 Update

REQUEST:

We request that City Council consider and authorize the Mayor to execute an Amendment to the three-year Law Enforcement Services Agreement with the Oakland County Sheriff's Office (OCSO) for FY 2025-2027.

REASON FOR PURCHASE:

The Oakland County Board of Commissioners has approved an Amendment to the previously 2025-2027 Law Enforcement Services Agreement to Oakland County communities who utilize the OCSO for patrol services to defer 4.0% of the annual 2025 cost in Year #1 of the contract (retroactive to January 1, 2025), and defer this sum until 2027, or Year #3 of the contract, with no additional interest.

For the City of Rochester Hills, this would decrease / defer FY 2025 OCSO costs by (\$475,320) with a corresponding increase in OCSO costs in FY 2027 of the same +\$475,320 deferred from FY 2025. The additional \$475,320 would continued to be invested by the City and could potentially earn an additional \$40,000 over the 2-year term.

PROCESS:

Vendor Name and Address:

Oakland County Sheriff Department
1200 N. Telegraph Road
Pontiac, MI 48341

Reason for Selection:

Contractual

Method of Purchase:

Blanket Purchase Order/Contract

BUDGET:

In the FY 2025 1st Quarter Budget Amendment the City increased the 2025-2027 OCSO Police Services Budget to the new contractual rates.

Note: Overtime is included in the following budgets and is an estimated amount, this amount could vary depending upon actual results.

Fund Name	Department Account No	Account No. Description	FY 2025 Adopted Budget	FY 2025 Projected Cost	FY 2025 Remaining Budget
Police Fund	207.807001	Contractual Police Services	\$13,237,610	\$12,762,290	+\$475,320

Fund Name	Department Account No	Account No. Description	FY 2026 Projected Budget	FY 2026 Projected Cost	FY 2026 Remaining Budget
Police Fund	207.807001	Contractual Police Services	\$14,442,240	\$14,442,240	\$0

Fund Name	Department Account No	Account No. Description	FY 2027 Projected Budget	FY 2027 Projected Cost	FY 2027 Remaining Budget
Police Fund	207.807001	Contractual Police Services	\$15,756,480	\$16,231,800	(\$475,320)

If approved by City Council, a FY 2025 2nd Quarter Budget Amendment will be prepared to decrease the Contractual Police Services account in the Police Fund by (\$475,320). The deferred costs in FY 2027 will be incorporated into the forthcoming FY 2026-2028 Proposed Budget and other long-term financial plans.

RECOMMENDATION:

We request that City Council consider and authorize the Mayor to execute an Amendment to the three-year Law Enforcement Services Agreement with the Oakland County Sheriff’s Office (OCSO) for FY 2025-2027.

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Budget Content: Chief Financial Officer		
Purchasing Process: Procurement Manager		
Mayor		
City Clerk		

Contract Reviewed by City Attorney Yes N/A