



**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: 2008-0389

TO: Mayor and City Council Members
FROM: Roger H. Rousse, Director of Public Service
DATE: August 4, 2008
SUBJECT: Austin Avenue Extension
City File No. E00-026

REQUEST:

That the Rochester Hills City Council approves the proposal for the Austin Avenue Extension between the City of Rochester Hills and Hubbell, Roth & Clark, Inc. in the amount not to exceed \$365,804.00 and authorizes the Mayor to execute the document on behalf of the City.

REASON FOR PURCHASE:

The City of Rochester Hills has considered for the westerly extension of Austin Avenue to connect to Devondale Road for many years. Finally, a workable plan has surfaced due to recent negotiations between the City and a proposed business named Rayconnect that wishes to construct a new facility and be served by the proposed Austin Avenue road extension.

City council previously approved a contract with Hubbell, Roth & Clark, Inc. (HRC) at their May 12, 2008 regular meeting to provide early preliminary engineering (EPE) design services. The City has subsequently moved forward on the project and is working to assist Rayconnect in their desire to open their new facility by May 2009. In order to expedite this project, HRC has prepared a proposal which includes costs for completing the remainder of the engineering design plans for the extension and paving of Austin Avenue, the paving of Devondale north of the Austin intersection, right-of-way acquisition services as needed along Devondale and Austin, survey layout of the road and water main extension design and the construction engineering services during the project construction phase.

It should be noted that this proposal is a not-to-exceed cost for the above services and some of the services may be reduced in scope or eliminated entirely. For example, costs of providing a project construction inspector has been included in the proposal by HRC but the City may elect to inspect this project itself if staff is available – thus saving the cost of the potential expenditure.

PROCESS:

Vendor Name and Address:

Hubbell, Roth & Clark, Inc.
2001 Centerpoint Parkway, Suite 109
Pontiac, MI 48341

Method of Purchase:
Blanket Purchase Order

BUDGET:

The project was budgeted in the Local Development Finance Authority (LDFA) as MR-10. Engineering design (PE) is listed at \$100,000.00 and right-of-way construction is included as \$266,800.00. It was not known or included in the 2008 budget when the road construction would actually commence so it was not budgeted in the same year as the design and right-of-way acquisition. Thus, a budget amendment will be needed to provide the additional cost estimated for HRC assistance during the PE and construction engineering (CE) phase.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
LDFA	848.970000	LDFA Construction MR-10 (PE)	\$100,000.00	\$121,046.00*	(\$21,046)
LDFA	848.970000	LDFA Construction MR-10 (CE)	\$0.00	\$180,118.00	(\$180,118.00)
LDFA	848.973000	LDFA Land ROW MR-10	\$266,800.00	\$97,070.00	\$169,730.00

*Note: The \$121,046.00 also includes the previously approved EPE amount of \$32,430.00 by Council on May 12, 2008.

RECOMMENDATION:

That the Rochester Hills City Council approves the proposal for the Austin Avenue Extension between the City of Rochester Hills and Hubbell, Roth & Clark, Inc. in the amount not to exceed \$365,804.00 and authorizes the Mayor to execute the document on behalf of the City.

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