

# City of Rochester Hills AGENDA SUMMARY FINANCIAL ITEMS

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**Legislative File No:** 2006-0807

**TO:** Mayor and City Council Members

**FROM:** Roger H. Rousse, DPS Director, 841-2497

**DATE:** November 29, 2006

**SUBJECT:** Sanitary Sewer Service Agreement among the City of Auburn Hills, the City of Rochester Hills

and Edward and Annette Morawski and Vito A. and Angela D. Pampalona located at 2715 South

Adams Road.

City File No. E01-004

### **REQUEST:**

That the Rochester Hills City Council approve the Sanitary Sewer Service agreement between the City of Auburn Hills, the City of Rochester Hills and Edward and Annette Morawski and Vito A. and Angela D. Pampalona.

#### **REASON FOR PURCHASE:**

The Adams Road relocation project was proposed to encourage subsequent industrial development in the Local Development Finance Authority (LDFA) district, improve the offset roadway transition along Adams between Auburn and Hamlin, and connect to the recently relocated M-59/Adams Road interchange.

As part of the acquisition settlement for parcel 13, 2715 South Adams Road, it was determined that the City would incorporate two (2) 6-inch sanitary sewer leads for the future use and benefit of parcel 13 owners. The incorporation of the two (2) sewer leads shall consist of a tap to the existing 10-inch sanitary sewer owned by Auburn Hills on the west side of Adams Road. Costs associated with the design, construction and Auburn Hills' tap and lateral fees for the sewer leads shall be included in the Adams Road project construction and no payment, contribution, or reimbursement shall be requested of the parcel 13 owners.

The only available municipal sanitary sewer main to service the property is in Auburn Hills. Auburn Hills has verbally agreed to enter into this Agreement with Rochester Hills and provide sanitary sewer service to the property.

#### **BUDGET:**

The Adams Road relocation project was approved in the 2006 CIP as MR-05A. The capital and lateral fees associated with connecting the sanitary sewer to the future buildings will be based on Auburn Hills rate structure for capital and lateral fees at the time the buildings are constructed. The estimated amount to be included in the 2007 first quarter budget amendment is based on two (2) 2" sanitary sewer capital/lateral fees calculated using Rochester Hills rate structure.

	Department	Account No.	Budget		Remaining
Fund Name	Account No	Description	Amount	Cost	Budget
Major Roads Construction	452.970000	Construction & Improvements MR-05A	-0-	\$102,000.00	(\$102,000.00)

#### **RECOMMENDATION:**

That the Rochester Hills City Council approve the Sanitary Sewer Service Agreement among the City of Auburn Hills, the City of Rochester Hills and Edward and Annette Morawski and Vito A. and Angela D. Pampalona and authorizes the payment of all costs associated with connecting the sanitary sewer to the future buildings. In addition, the City Council authorizes the Mayor and City Clerk to execute the agreement on behalf of the City.

RESOLU	TION
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**NEXT AGENDA ITEM** 

## **RETURN TO AGENDA**

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