



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: 2019-0195

TO: Mayor and City Council Members

FROM: Allan E. Schneck, P. E., Director of Public Services

DATE: May 6, 2019

SUBJECT: Cost Participation Agreement for Construction of Livernois Road
(Avon Road to Walton Boulevard) Board Project No. 54281 - City File No. E18-004

REQUEST:

The Department of Public Services recommends that the Rochester Hills City Council approve the Cost Participation Agreement between the Board of Road Commissioners (BOARD) for the County of Oakland and the City of Rochester Hills for the reconstruction improvements along Livernois Rd from Avon Road to Walton Boulevard in the amount not to exceed \$4,167,424.00.

REASON FOR PURCHASE:

The BOARD and the City of Rochester Hills have programmed the advanced reconstruction of Livernois Road from Avon Road to Walton Boulevard.

To facilitate the advance reconstruction from 2021 to 2019 the City of Rochester Hills' share involves the following:

- Designated and approved Tri-Party Program funding in the amount of \$471,808.00, which shall be paid through equal contributions by the Board, Rochester Hills, and the Oakland County Board of Commissioners.
- Surface Transportation Program Advance Construction FY2020 City contribution of \$3,400,000
- Surface Transportation Program Advance Construction FY2021 City contribution of \$200,000
- Transportation Economic Development Fund - Category C Local Match of \$58,696
- City of Rochester Hills' Non-Participating Cost of \$261,603
- City of Rochester Hills' contribution not covered by the Tri-Party Program of \$89,856

Upon execution of the agreement, the BOARD shall submit an invoice to the City in the amount of \$4,167,424.00 (being 100% of Rochester Hills' participatory share of Tri-Party, the City's STP Advance Construct, the City's TEDF-C Local Match, the City's non-participating costs and the City's additional contribution).

City Council is requested to approve this cost participation agreement in order to commence the construction phase as soon as possible to keep the project on schedule. However, it should be noted that the bid opening for this project is May 3, 2019. Any costs above the agreement amounts will be required to be funded equally as required in the agreement.

PROCESS:

Vendor Name and Address:

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

Reason for Selection:

Cost Participation Agreement

BUDGET:

Funding is included in the FY 2019 Adopted Budget.

Fund	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Major Road Fund	452.970000	Construction	\$4,250,000	\$4,167,424	\$82,576

RECOMMENDATION:

The Department of Public Services recommends approval of the Cost Participation Agreement between the Board of Road Commissioners (BOARD) for the County of Oakland and the City of Rochester Hills for the reconstruction of Livernois Road from Avon Road to Walton Boulevard in the amount of \$4,167,424.00 and further authorizes the Mayor to execute the agreement on behalf of the City.

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Budget Content: Finance Director		
Purchasing Process: Supervisor of Procurement		
Mayor		
Deputy Clerk		