



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: 2014-0011 vs. 4

TO: Mayor and City Council Members

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

DATE: September 28, 2015

SUBJECT: Clinton River Trail Safety Improvements, MDOT Job No. 126285A, Contract No. 15-5397, City File No. E14-022

REQUEST:

City Council is requested to increase the existing Contract/Blanket Purchase Order between the MDOT and the City of Rochester Hills for the Clinton River Trail Transportation Alternatives Program (TAP) in the amount of \$20,000.00 for a total amount not to exceed \$72,200.00.

REASON FOR PURCHASE:

The three (3) Cities of Rochester Hills, Rochester, and Auburn Hills have secured a MDOT grant through SEMCOG Transportation Alternatives Program (TAP) for the Clinton River Trail Look & Feel Safety Improvements. The Contract between the MDOT and the City of Rochester Hills for the project was approved by City Council on September 14, 2015. The construction project budget of \$252,200 was estimated, with \$200,000 in federal funds and \$52,200 in local match. Rochester Hills has been designated as the lead agency for the project.

Since that time, the MDOT received bids for the project, in which, the lowest responsive responsible bidder was approximately 1% higher than the engineer's estimate. The low bid amount of \$271,436.20 was provided by J. Ranck Electric, Inc.

- Based upon the TAP award, the three communities will share construction expenditures, to be broken down by the following percentages of work within each community: 1) City of Rochester = 45%; 2) City of Rochester Hills = 29%; and 3) City of Auburn Hills = 26%.

Rochester Hills will pay MDOT for 100% of the actual costs of construction, in the amount not to exceed \$72,200.00, and invoice the City of Rochester for an amount not to exceed \$32,490.00 and the City of Auburn Hills for an amount not to exceed \$18,772.00, for their respective shares. The City of Rochester Hills' share will be \$20,938.00.

PROCESS:

Vendor Name and Address:

Michigan Department of Transportation
Development Services Division, 2nd Floor
425 West Ottawa Street, P. O. Box 30050
Lansing, MI 48909

Reason for Selection:

Transportation Alternatives Program Grant

BUDGET:

This project was identified in the 2014 CIP as PK-10D: Clinton River Trailway Development and is included in the FY 2015 Adopted Budget.

Since Rochester Hills has been designated as the lead agency for the project, all project expenditures and all offsetting revenues will flow through the City's financial statements.

Offsetting local share revenues of \$18,772 (Auburn Hills = 26%) and \$32,490 (Rochester = 45%) will be received, leaving a net City of Rochester Hills share of \$20,938 (or 29%) for the construction portion.

If approved by City Council, a 4th Quarter Budget Amendment will be presented to increase both the project construction costs and reimbursement revenues, with additional City-share expenditures to be offset by a reduction in Transfers-Out to the Pathway Construction Fund (214).

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Pathway Maintenance	214.807000	Contractual Services	\$52,200	\$72,200	(\$20,000)

RECOMMENDATION:

City Council is requested to increase the existing Contract/Blanket Purchase Order between the MDOT and the City of Rochester Hills for the Clinton River Trail Transportation Alternatives Program (TAP) in the amount of \$20,000.00 for a total amount not to exceed \$72,200.00.

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