

City of Lathrup Village 27400 Southfield Road Lathrup Village, MI 48076 www.lathrupvillage.org | (248) 557-2600

TO:	Mayor & City Council
FROM:	Mike Greene – City Administrator
DATE:	April 21, 2025
RE:	Southfield Water Main Phase A – MEDC Grant Funding Engineering Proposal

**Background Brief:** As the Council is aware, thanks to State Senator Moss and State Representative Hoskins, the City was allocated \$2,000,000 within the State budget via Legislative Sponsorship of Public Act 121 of 2024. This project grant will be overseen by the Michigan Economic Development Corporation (MEDC). The City & MEDC have executed the necessary grant paperwork, and the MEDC has deposited an initial 25% disbursement of the total Grant Funds into the City's account. The remaining 75% of the Grant Funds will be disbursed on a reimbursement basis. There is no requirement to have matching funds for this grant.

Initially, this project was planned for the 2027 calendar year. However, with funding secured and the initial deposit in control of the City, we are in a situation where we could complete this project in calendar year 2026. It should be noted that any interest over \$1,000 earned due to the Grant Funds must be repaid to the MEDC. So, there is no financial benefit in sitting on these funds until 2027.

Included in your packet is an engineering proposal for consideration from the City's Engineer, Giffels Webster.

Previous Action: N/A

**Economic Impact:** Estimated cost of \$274,055 for engineering services. Covered by grant funds.

Recommendation: It is my recommendation to approve the enclosed professional services agreement.

## **Recommended Motion:**

Moved by \_\_\_\_\_\_\_to approve the Professional Services Agreement with Giffels Webster for the 2027 Southfield Road Water Main, for an estimated cost of \$274,055.