MEMORANDUM

DATE: March 5, 2025

TO: Melissa R. Marsh, City Manager

FROM: Sean P. Ballantine, Director of Public Services

SUBJECT: Cost Participation Agreement - RCOC John R Project

Presented for Council consideration is a cost participation agreement between the City of Madison Heights, and the Road Commission for Oakland County (RCOC).

RCOC is reconstructing their portion of John R. Road in Madison Heights, from Dartmouth Street to 14 Mile Road. This work is anticipated to start in early May, 2025. Funding for this project is split between federal and local sources, with the City of Madison Heights responsible for a certain portion of the local share.

The local share of this project which the City is responsible for is \$570,000, which is further split by use of the Tri-Party program, in which a local share of a qualifying County road project is split three ways between the City, Oakland County, and RCOC. This reduces the City's share of the RCOC John R project to \$190,000. Although an estimated amount is currently programmed into next year's budget, the terms of the agreement request payment upon its execution, which will happen this fiscal year.

Staff therefore recommends that Council adopt two motions:

- To approve a Budget Amendment in the amount of \$190,000 to account 202-450-988-0446
- To approve the Cost Participation Agreement between the City of Madison Heights and RCOC, and authorize the Mayor to sign on the City's behalf.

City of Madison Heights Department of Public Services

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