

To: Mayor and City Council

From: Melissa R. Marsh, City Manager

Date: November 18, 2024

Subject: Road Improvement Project Agreement with McNaughton-McKay for Semi-Truck Parking on Pinehurst Drive

The City of Madison Heights is presented with an agreement to undertake road improvements on Pinehurst Drive, specifically to facilitate semi-truck parking for McNaughton-McKay, a Michigan-based corporation. This project is essential for improving access to McNaughton-McKay's property at 1357 E. Lincoln Ave, Madison Heights, and to allow for access for other businesses, such as Knickerbocker Bread, located at the end of the road. Below is a brief summary of the key elements of the project and the associated agreement:

This road improvement will include grading, paving, and infrastructure enhancements to accommodate semi-truck parking on Pinehurst Drive. The estimated cost of the project is \$127,066.38, with the final amount to be determined through a formal bidding process. Per this agreement, McNaughton-McKay will reimburse the City for the project costs, excluding engineering fees, currently estimated at \$110,975.

The City will manage the road improvement project, including soliciting bids, overseeing the construction process, and ensuring compliance with all applicable regulations.

Staff and I recommend approval of this agreement between the City of Madison Heights and McNaughton-McKay road improvements on Pinehurst Drive and authorize the City Manager and Clerk to sign on behalf of the City.