



CITY OF NOVI CITY COUNCIL
DECEMBER 1, 2025

SUBJECT: Consideration of awarding engineering design services to OHM Advisors for the 2026 and 2027 Neighborhood Road Program (NRP) in the amount of \$318,500.

SUBMITTING DEPARTMENT: Department of Public Works, Engineering Division

KEY HIGHLIGHTS:

- The Neighborhood Road Program (NRP) is designed and bid as a two-year contract.
- The program will focus on asphalt roads with some concrete capital preventative maintenance (CPM) included.
- Street segments will be determined during design.
- Program total budget ~\$10M for 2026/27.

FINANCIAL IMPACT

	FY 2025/26
EXPENDITURE REQUIRED	\$ 318,500.00
NRP 2025 Design 203-449.30-974.260	\$225,000.00
Capital Preventative Maintenance 2025 203-449.30-973.026	\$1,000,000.00
APPROPRIATION REQUIRED	\$ 0
FUND BALANCE IMPACT	\$ 0

BACKGROUND INFORMATION:

Every two years, the City works with one of its consultants to evaluate and prioritize residential streets for the NRP. Based on staff field observations, resident feedback and surface ratings (PASER), residential streets are selected for reconstruction or rehabilitation. Engineering consultant, OHM, will be assisting City staff to develop engineering design plans for the 2026 and 2027 Neighborhood Road Program.

Like previous years, the plans will be bid as a two-year contract to reduce overall costs by broadening the project scope. A two-year contract also lowers the overall effort of engineering services needed and allows for selection and prioritization of streets over multiple years. Specific streets and repair methods will be determined during the design phase. Preliminary evaluations have found the City's concrete streets to be in better condition than its asphalt streets. Therefore, this NRP will focus primarily on asphalt streets. A portion of the project will use capital preventative maintenance instead of reconstruction to extend the life of selected concrete streets.

OHM prepared a scope of services for the design of the 2026-27 NRP. The attached proposal outlines the detailed scope of services. The design fee will be \$318,500, which is modified from the City's consultant fee table. Per the fee schedule design for this project would be \$441,000 (4.5% x \$9.8 million). Based on the size and scope of the project, OHM is reducing the fee to 3.25%, or \$318,500.

The fee derivation is based on the following construction estimate breakdown:

Asphalt program (2 years)	\$ 7,800,000.00 x 3.25% =	\$ 253,500.00
11 Mile to Grand River	\$ 2,000,000.00 x 3.25% =	\$ 65,000.00
Total		\$ 318,500.00

Design will begin immediately after the award with construction expected to start in July 2026.

RECOMMENDED ACTION: Approval to award engineering design services to OHM Advisors for the 2026 and 2027 Neighborhood Road Program (NRP) in the amount of \$318,500.