



CITY OF NOVI CITY COUNCIL
JANUARY 26, 2026

SUBJECT: Adoption of a resolution amending a contract with the Michigan Department of Transportation (MDOT) for the reconstruction and widening of Beck Road between 11 Mile Road and Grand River Avenue.

SUBMITTING DEPARTMENT: Department of Public Works, Engineering Division

KEY HIGHLIGHTS:

- MDOT requires the City to agree to a cost participation agreement for projects receiving federal funds.
- The previously approved contract was based on the construction estimate, while the amended contract is based on the awarded bid and corrected for non-participating items.
- Net change between the previously approved estimate and awarded bid is an increase of \$796.
- This sets the maximum amount of federal funds to receive for the project at \$3,597,427.48

FINANCIAL IMPACT

	FY 2025/26
EXPENDITURE REQUIRED	\$ 899,555.87 Previously Approved <u>\$ 796.00 Increase based on bid</u> \$ 900,351.87 New Cost Share Amount
BUDGET Major Street Fund 202-449.20-975.226	 \$ 3,809,718
APPROPRIATION REQUIRED	\$ 0

FUND BALANCE IMPACT	\$ 0
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BACKGROUND INFORMATION:

The City is receiving federal funding for the reconstruction and widening of Beck Road between 11 Mile Road and Grand River Avenue, with the project being administered by the Michigan Department of Transportation (MDOT). Due to a discrepancy in the federal share related to \$995 of non-participating items, MDOT amended the contract to state the accurate federal and local share based on the awarded low bid. MDOT's bid letting for the project was on November 7, 2025. The as-read low bid for the project was \$4,497,779, with the funds broken down as follows:

\$ 4,497,779.35 Construction Bid

\$ 3,597,427.48 Less Federal Funds

\$ 900,351.87 City's Estimated Responsibility of the Construction Award

The City Attorney reviewed the amended contract and resolution favorably (Beth Saarela, January 19, 2026). Construction will begin this March.

RECOMMENDED ACTION: Adoption of a resolution amending a contract with the Michigan Department of Transportation (MDOT) for the reconstruction and widening of Beck Road between 11 Mile Road and Grand River Avenue.