

COUNCIL COMMUNICATION

From: The City Manager

Subject: Michigan Department of Transportation Cost Agreement Number 09-5141
Preliminary Engineering for M-13 Reconstruction Project

Manager's Recommendation:

I recommend that Michigan Department of Transportation ("MDOT") Cost Agreement ("Agreement"), Number 09-5141, be approved. The Agreement has been approved by me as to substance and the City Attorney as to form. A resolution to approve the Agreement appears under the regular order of business.

Funds for the City's share are available in FY 2010 Major Streets Engineering Services Account Number 202-4614-781-8002 (\$78,550.00). The Project Number is ST1001.

Justification:

Transmitted herewith is a proposed Cost Agreement (City Clerk's File No. _____) with MDOT for the purpose of setting forth the rights and obligations of the parties in agreeing to the preliminary engineering activities associated with the reconstruction of Washington Avenue (M-13) from Hess Avenue to near Ezra Rust Drive, including intersection reconstruction work on Rust Avenue (M-46) from west of Harris Street to east of Lincoln Street; together with necessary related work. The construction portion of the project is being paid for by American Recovery and Reinvestment Act (ARRA) funds, and will require no financial participation from the City. An estimated cost to perform this work is \$628,400.00. Per Public Act 51 of 1951, Section 247.651, the City of Saginaw is responsible for 12.5% and MDOT is responsible for 87.5% of the preliminary engineering costs. MDOT funds will pay \$549,850.00 and the City's estimated share is \$78,550.00.

Council Action:

Council _____ moved that the recommendation of the City Manager be approved.