

Mary F Redden

From: Mary F Redden
Sent: Monday, December 15, 2008 2:21 PM
To: Phillip L. Nelson; Brian P Murphy; John M Lamerato; Lori G Bluhm; 000schilling@ameritech.net; cristinabroomfield@yahoo.com; David Eisenbacher; Louise Schilling; Mary Kerwin; mfhowryl@umich.edu; rbeltram@wideopenwest.com; wade.fleming@proforma.com
Subject: Question re: F-9, Winter Maintenance Agreement with the RCOC

Good afternoon (again).

Below is a statement from Mayor Schilling on tonight's agenda item F-9 along with a response from Brian Murphy.

Let us know if you have any questions.

Regards,
Mary Redden

From: Louise Schilling
Sent: Monday, December 15, 2008 9:33 AM
To: Phillip L. Nelson
Cc: Brian P Murphy
Subject:

Phil,

Agenda item F-9 is the Winter Maintenance Agreement with the Road Commission for Oakland County. The memo regarding this item indicates this agreement does not cover our costs. Given our budget situation I am requesting this item be postponed until the agreement covers all our costs. Thank you.

Louise E. Schilling

Response:

The cost to the City depends on the number and type of snow events. The cost reimbursement is a fixed revenue, as stated in the contract.

On average, our net costs are around \$35,000 for plowing the County's roads. For example: In FY 05/06, the City incurred \$273,711.22 in costs, and was reimbursed \$235,289 (\$38,422.22 net cost to the City). In FY 06/07, the City incurred \$271,570.90 in costs, and was reimbursed \$239,995 (\$31,575.90 net cost to the City).

Again though, it depends on the number and type of snow events: Last year was a tough winter (as snow plowing events go). The City incurred \$464,733.05 in expenses, and received \$244,795. Our net costs last year was \$219,938.05.