



CITY COUNCIL REPORT

February 24, 2009

TO: Phillip L. Nelson, City Manager

FROM: Brian Murphy, Assistant City Manager/Economic Development Services
Steve Vandette, City Engineer *SV*

SUBJECT: Federal Aid Funding for Major Roads – Stimulus Plan and FY 2013

Background:

- The Oakland County Federal Aid Committee held their annual meeting on February 24, 2009 for the purpose of approving road improvement projects for federal aid funding.
- Oakland County typically receives federal funds in the range of \$20-24 million to distribute to projects within Oakland County in the various funding categories.
- This year, projects were also considered for funding through the American Recovery and Reinvestment Act (i.e. Stimulus bill).
- Stimulus funds will provide Oakland County with an estimated \$26,600,000 for road needs county-wide in 2010.
- 118 projects were submitted for consideration, totaling \$186,000,000.
- Previously approved 3R and 4R projects from the 2010-2012 Transportation Improvement Program (TIP) were given the highest priority for stimulus funding consideration.
 - 3R projects are projects of smaller scale involving resurfacing, restoration or rehabilitation.
 - 4R projects are non-capacity reconstruction projects (i.e. no widening).
 - These projects are more easily advanced due to the scope of the project and minor to no right-of-way acquisition required.
- Thirty-two (32) 3R and 4R projects were approved for stimulus funding throughout the county and will be moved forward to construction over the next year.
- A separate funding committee meeting will be held in March to move additional projects forward in the 2010-2012 TIP to replace those projects in the Surface Transportation Program (STP) that were funded with Stimulus funds.
- The following projects, within the city, were approved for stimulus funding and will be constructed in the next year:

| Project Name | Limits | Federal Amount | Local Match | Year | Phase |
|--------------|----------------------|----------------|------------------|------|-------|
| Crooks | Equity to Big Beaver | \$879,000 | \$0 ¹ | 2010 | 3R |
| John R | 14 Mile to Maple | \$837,000 | \$0 ¹ | 2010 | 3R |

¹ The current stimulus plan provides 100% federal funds, but is capped at the approved amount.

- The following project, within the city, was approved for 2013 STP funding and will be constructed in 2013-14:

| Project Name | Limits | Federal Amount | Local Match | Year | Phase |
|--------------|---------------------|----------------|------------------------|------|-------|
| Crooks | Banmoor to Fountain | \$947,000 | \$237,000 ³ | 2013 | 3R |

³ Local match to be split 50/50 between RCOC and Troy.

Financial & Legal Considerations:

- The RCOC is the local agency (responsible party) on these projects so any local match would be split evenly between the city and RCOC. It is not anticipated that there will be a local match for the projects approved for stimulus funding.
- It is the responsibility of the local agency to complete all requirements for a specific phase in order to obligate the federal funds, including executing an agreement with the Michigan Department of Transportation (MDOT).
- A separate cost participation agreement between the RCOC and city would be prepared in the future and presented to City Council for their approval should it be required. Until obligation of the federal funds has been approved, no federal funds are available to the project phase and no local match is required.

Policy Considerations:

- Troy adds value to properties through maintenance or upgrades of infrastructure and quality of life venues. (Goal II)