

RECEIVED

April 6, 2005

APR 07 2005

CITY OF TROY  
CITY MANAGER'S OFFICE

TO: John Szerlag, City Manager

FROM: Brian Murphy, Assistant City Manager/Services   
Steven Vandette, City Engineer 

SUBJECT: Private Agreement for San Marino Social Club  
Project No. 04.929.3

The Engineering Department has reviewed and approved plans for this project, which includes water main and soil erosion controls.

The Owner has provided a letter of credit for escrow and cash fees in the amount of the estimated cost of public improvements, as required.

Approval is recommended.

cc: Tonni Bartholomew, City Clerk (Original Agreement)  
James Nash, Financial Services Director

Prepared by: G. Scott Finlay, P.E.  
Civil Engineer

Enclosed Private Agreement, Detailed Summary, Sketch

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**CONTRACT FOR INSTALLATION OF MUNICIPAL IMPROVEMENTS  
(PRIVATE AGREEMENT)**

PROJECT NO. 04.929.3

PROJECT LOCATION:

SE 1/4 Sec. 23

RESOLUTION NO.

DATE OF COUNCIL APPROVAL:

**KNOW ALL MEN BY THESE PRESENT;** That the City of Troy, a Michigan Municipal Corporation of the County of Oakland, State of Michigan, hereinafter referred to as "City" and San Marino Social Club whose address is 1685 E. Big Beaver, Troy, MI 48083 and whose telephone number is 248-619-0860 hereinafter referred to as "Owners".

**WITNESSETH, FIRST:** That the City agrees to allow the installation of Water Main and Soil Erosion in accordance with plans prepared by Endresz & Associates Engineering, Inc. whose address is 8700 Pine Knob Rd., Clarkston, MI 43348 and whose telephone number is 248-394-0842, and approved prior to construction by the City specifications of the City shall be complied with for this construction.

**SECOND:** That the Owners agree to contribute the approximate contract price of \$21,555.00. This amount will be transmitted to the City Clerk for installation of said Improvements in the form of (check one):

- Cash
- Certificate of Deposit
- Irrevocable Bank Letter of Credit
- Check
- Performance Bond & 10% Cash

Said funds shall be placed on deposit with the City upon the execution of this contract and shall be disbursed to the owner by the City only upon presentation of duly executed waivers of lien and sworn statements satisfactory to the City, and after final inspection and approval by the Engineering Department for the City. In addition, the owners agree to contribute the following cash fees:

* Plan Review and Construction Inspection Fee (Public Improvements)	\$	1,745.96
Engineering Review Fee (Private Improvements)	\$	2,635.44
Water Main Testing Fee	\$	650.00
Street Cleaning/Road Maintenance (Refundable)	\$	2,500.00
<b>TOTAL:</b>	<b>\$</b>	<b>\$7,531.40</b>

\* 8.10% (.081) of approximate contract price

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**THIRD:** The owners may contract for construction of said Improvement or may have the City advertise for bids. In the event the Owners select their own contractor, such contractor shall be subject to prior written approval by the City and completed contract documents shall be submitted to the City.

Owners agree to arrange for a pre-construction meeting with the City Engineer and the contractor prior to start of work. All municipal improvements must be completely staked in the field under the direct supervision of a registered civil engineer or registered land surveyor, according to the approved plans.

**FOURTH:** Owners hereby acknowledge the benefit to their property conferred by the construction of the aforementioned and agree and consent to pay the total sum of \$ 29,086.40 for the construction of said public utilities in lieu of the establishments of any special district by the City. Further, owners acknowledge that the benefit to their property conferred by the improvement is equal to, or in excess of, the aforementioned amount.

**FIFTH:** Owners agree that if, for any reason, the total cost of completion of such improvement shall exceed the sum deposited with the City in accordance with Paragraph SECOND hereof, that Owners will immediately remit such additional amount to the City upon request and City will disburse such additional amount in accordance with Paragraph SECOND hereof. In the event the total cost of completion shall be less than the sum deposited with City in accordance with Paragraph SECOND hereof, City will reimburse to the Owners the excess funds remaining after disbursement of funds.

**SIXTH:** Owners agree to indemnify and save harmless City, their agents and employees, from and against all loss or expense (including costs and attorneys' fees) by reason of liability imposed by law upon the City, its agents and employees for damages because of bodily injury, including death, at any time resulting therefrom sustained by any person or persons or on account of damage to property, including work, provided such injury to persons or damage to property is due or claimed to be due to negligence of the Owner, his contractor, or subcontractors, employees or agents. Owner further agrees to obtain and convey to the City all necessary easements for such public utilities as required by the City Engineer.

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RESOLUTION NO.

DATE OF COUNCIL APPROVAL:

IN WITNESS WHEREOF, the parties hereto have caused this agreement to be executed in duplicate on this \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_\_.

OWNERS

CITY OF TROY

By:



By:

\_\_\_\_\_

Please Print or Type

Louise E. Schilling, Mayor

\_\_\_\_\_

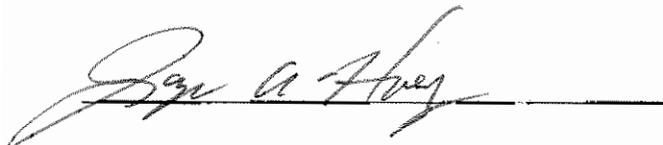
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Please Print or Type

Tonni Bartholomew, City Clerk

STATE OF MICHIGAN, COUNTY OF OAKLAND

On this 30<sup>th</sup> day of MARCH, A.D. 2005, before me personally appeared DENNIS S. GIANNINI known by me to be the same person(s) who executed this instrument and who acknowledged this to be his/her/their free act and deed.



NOTARY PUBLIC, Oakland County, Michigan

My commission expires: 8-22-05

DETAILED SUMMARY OF REQUIRED ESCROW DEPOSITS AND CASH FEES  
PRIVATE AGREEMENT FOR SAN MARINO SOCIAL CLUB  
PROJECT No. 04.929.3

The estimated costs of public improvements for the above-mentioned project are as follows:

**Escrow Deposits:**

<b>Watermain</b>	<b>21,555.00</b>
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<b>Total Escrow Deposits:</b> (Letter of Credit)	<b>\$ 21,555.00</b>
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**Cash Fees:**

Review & Inspection	\$1,745.96
Engineering Review	2,635.44
Water Main Testing Fee	650.00
Street Cleaning/Road Maintenance	<u>2,500.00</u>

<b>Total Cash Fees:</b> (check)	<b>\$ 7,531.40</b>
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