



500 West Big Beaver
Troy, MI 48084
troymi.gov

J-06

CITY COUNCIL AGENDA ITEM

Date: September 10, 2019

To: Mark F. Miller, City Manager

From: Robert J. Bruner, Assistant City Manager
Lisa Burnham, Accounting Manager
Kurt Bovensiepe, Public Works Director
Paul Trosper, Water and Sewer Operations Manager
William J. Huotari, City Engineer
G. Scott Finlay, Deputy City Engineer

Subject: Water, Sewer & Major Road Funds – Budget Amendment – Roll Forward

History:

The John R reconstruction and widening project from Long Lake to South Boulevard was approved by City Council Resolution # 2018-09-137-J-9 (9/24/18).

Construction started early in 2019 and is still ongoing. It is anticipated that the majority of the project will be completed before winter with some work (street lighting, shared use path on the west side in the south mile and restoration) that will carry on into the winter months and/or into the spring of 2020. The current concentration is on activities that are necessary to complete mainline paving, including curb and gutter and drive approaches, so that the road can be opened to traffic before winter sets in.

The \$16.7M construction project is funded with approximately \$12.8M in State Transportation Economic Development Category C funds that were obligated to pay for participating items of work. The remaining \$3.9M includes the City match to the State funds and non-participating items of work related primarily to sanitary sewer and water main items. The Road Commission for Oakland County (RCOC) is providing the construction engineering (day-to-day oversight and inspection), at no cost to the project, saving the project approximately \$2.5M.

Funds were budgeted and approved during the 2019 fiscal year for the City's match to the State funds and non-participating items of work related to construction.

Due to the inherent nature of construction time limitations such as weather, contractor and other factors and requirements in design/permitting by other governmental agencies, phases of the John R project were not completed before the appropriation lapse at June 30, 2019. Accordingly, these phases will require to be "Rolled-Forward" and re-appropriated for the 2020 fiscal year.

It should be noted that these budget amendments are not appropriating new funds that were not considered during the 2020 budget development process but rather the "timing" of the appropriation.



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SEWER FUND						
Project #	Project Name	Resolution	2019 Budget	2019 Expenditures	Balance	2020 Roll-Forward
590.527.535. 7973.154015	Long Lake to Square Lake	N/A	\$1,000,000	\$412,525	\$587,475	\$587,000
590.527.535. 7973.154025	Square Lake to S. Blvd.	N/A	\$600,000	\$600,000	\$0	\$0
TOTAL SEWER FUND – ROLL FORWARD						\$587,000

WATER FUND						
Project #	Project Name	Resolution	2019 Budget	2019 Expenditure	Balance	2020 Roll-Forward
591.537.555. 7972.155015	Long Lake to Square Lake	N/A	\$400,000	\$0	\$400,000	\$400,000
591.537.555. 7972.155025	Square Lake to S. Blvd.	N/A	\$300,000	\$0	\$300,000	\$300,000
TOTAL WATER FUND – ROLL FORWARD						\$700,000

MAJOR ROAD FUND						
Project #	Project Name	Resolution	2019 Budget	2019 Expenditure	Balance	2020 Roll-Forward
401.447.479. 7989.022035	Long Lake to Square Lake	N/A	\$200,000	\$46,020	\$153,980	\$153,000
401.447.479. 7989.022045	Square Lake to S. Blvd.	N/A	\$200,000	\$46,020	\$153,980	\$153,000
TOTAL MAJOR ROAD FUND – ROLL FORWARD						\$306,000

Financial:

Funds were budgeted in the 2019 fiscal year Capital Projects Fund, but not completed by June 30th, 2019. A Budget Amendment will be required in the 2020 fiscal year as detailed above.

Recommendation

Staff recommends that City Council **AMEND** the 2020 Sewer fund by rolling forward and re-appropriating 2019 funds for Project 590.527.535.7973.154015 – John R, Long Lake to Square Lake in the amount of \$587,000; and **AMEND** the 2020 Water fund by rolling forward and re-appropriating 2019 funds for Project 591.537.555.7972.155015 – John R, Long Lake to Square Lake in the amount of \$400,000; and Project 591.537.555.7972.155025 – John R, Square Lake to S. Blvd. in the amount of \$300,000; and **AMEND** the 2020 Major Road fund by rolling forward and re-appropriating 2019 funds for Project 401.447.479.7989.022035 – John R, Long Lake to Square Lake in the amount of \$153,000; and Project 401.447.479.7989.022045 – John R, Square Lake to S. Blvd. in the amount of \$153,000