SUBJECT: Consideration of adoption of a resolution authorizing cost participation, and approval of a cost sharing agreement with the Michigan Department of Transportation (MDOT) for the Novi Road over I-96 Project, with the City of Novi’s estimated responsibility in the amount of $169,000.

SUBMITTING DEPARTMENT: Department of Public Works, Engineering Division

<table>
<thead>
<tr>
<th>EXPENDITURE REQUIRED</th>
<th>$169,000.00</th>
</tr>
</thead>
<tbody>
<tr>
<td>AMOUNT BUDGETED</td>
<td>$201,087.00</td>
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<tr>
<td>APPROPRIATION REQUIRED</td>
<td>$0</td>
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<tr>
<td>LINE ITEM NUMBER</td>
<td>204-204.00-865.033</td>
</tr>
</tbody>
</table>

BACKGROUND INFORMATION: MDOT will be completing bridge rehabilitation on the Novi Road bridge over I-96, along with traffic signal modernization at the Novi Road and I-96 intersections during the 2020 construction season. The City requested MDOT include a pedestrian pathway along the west side of the Novi Road bridge over I-96 as part of the project. The cost sharing agreement is for the portions of the project that the City is 100% responsible for: pedestrian pathway construction (including connections to existing sidewalks to the north and south of the Novi Road bridge), pedestrian signal installation, and replacement of an existing emergency pre-emption system (emergency vehicle detection system for the traffic signals). Cost-sharing is not required for the bridge rehabilitation and traffic signal modernization.

The City Attorney has reviewed the attached local cost participation contract and finds documentation sufficient for assigning estimated project sharing costs between MDOT and the City (Beth Saarela, March 11, 2020).

RECOMMENDED ACTION: Adoption of a resolution authorizing cost participation, and approval of a cost sharing agreement with the Michigan Department of Transportation (MDOT) for the Novi Road over I-96 Project, with the City of Novi’s estimated responsibility in the amount of $169,000.
March 11, 2020

Rebecca Runkel, Staff Engineer  
City of Novi  
Field Services Complex  
26300 Lee BeGole Drive  
Novi, MI  48375

Re:  MDOT Contract – Special Trunkline Added Work - Novi Road Bridge Over I-96

Dear Ms. Runkel:

We have received and reviewed the proposed contract between the City and MDOT for the purpose of installation of improvements along the Novi Road Bridge over I-96. MDOT will install non-Act 51 improvements at the City’s request in connection with MDOT’s bridge rehabilitation work. The City will be required to pay for the requested work, which is not directly related to MDOT’s bridge rehabilitation, which includes, pathway improvements, lighting, guardrail, curb and gutter, and related improvements in the amount of $158,900. The City will be required to pay for cost of construction and construction engineering of the pedestrian signal and emergency pre-emption system work in the amount of $10,100.

The contract is MDOT’s standard format for designating responsibility for project costs. The primary purpose of the contract is to set forth the assignment of the estimated project costs, and to provide the City with terms of payment to be made to the State.

The City will be responsible for 100% of the costs attributable to Parts A and B of the project as they are described, as well as plan design for Part A, construction engineering, materials testing, and inspection services required for the project. MDOT will bid, award and administer the project.

The contract is not for the purpose of (1) setting forth project specifications and requirement, or (2) designating specific contractors, which will be done pursuant to separate contract with MDOT.

The contract provided is sufficient for the purpose of assigning estimated project costs between the parties.
If you have any questions regarding the above, please do not hesitate to contact me.

Very truly yours,

ROSATI SCHULTZ JOPPICH & AMTSBUCHLER PC

Elizabeth Kudla Saarela

Enclosure
C:  Cortney Hanson, Clerk (w/ Enclosure)
   Jeffrey Herczeg, Director of Public Works (w/Enclosure)
   Ben Croy, City Engineer (w/Enclosure)
   Thomas R. Schultz, Esquire (w/Enclosure)
Mrs. Courtney Hason, City Clerk  
City of Novi  
45175 10 Mile Road  
Novi, Michigan 48375

Dear Mrs. Hason:

RE: Contract Number: 19-5557  
    Control Section: IM 63022; M63022; STG 63022  
    Job Number: 128563CON; 128563PE; 209243CON

Enclosed is one (1) original and one (1) copy of the above referenced contract between your organization and the Michigan Department of Transportation (MDOT).

If you have questions on the content of this contract, or revisions are required, please contact Deirdre Thompson, Local Government Contract Engineer at thompsond@michigan.gov or (517) 335-2265.

1. Attach two (2) original certified resolutions. The resolution should include:
   - The name of officials authorized to sign the contract.
   - MDOT Contract Number 19-5557.

   If you need an example of a resolution, please contact Kathy Fulton at fultonk@michigan.gov or (517) 335-4404.

2. Please return signed contracts and resolutions for MDOT Execution within 35 days from the date of this letter to:

   Kathy J. Fulton, Contract Technician  
   MDOT – Development Services Division, 2nd Floor  
   425 West Ottawa Street, P.O. Box 30050  
   Lansing, MI 48909

Enclosure
THIS CONTRACT is made by and between the MICHIGAN DEPARTMENT OF TRANSPORTATION, hereinafter referred to as the "DEPARTMENT"; and the CITY OF NOVI, a Michigan municipal corporation, hereinafter referred to as the "CITY"; for the purpose of fixing the rights and obligations of the parties in agreeing to construction improvements in conjunction with the DEPARTMENT'S construction on Highway I-96, within the corporate limits of the CITY.

WITNESSETH:

WHEREAS, the DEPARTMENT is planning bridge rehabilitation and signal modernization work on Structure S07 of 63022 which carries Novi Road over Highway I-96; and

WHEREAS, the CITY has requested that the DEPARTMENT perform additional work for and on behalf of the CITY in connection with the Highway I-96 construction, which additional work is hereinafter referred to as the "PROJECT" and is located and described as follows:

PART A – IM 63022; JOB #128563CON; 20A0389; 100% CITY PARTICIPATION
Pedestrian path construction work along Novi Road from approximately 200 feet south of the eastbound Highway I-96 exit ramp northerly to approximately 74 feet north of the westbound Highway I-96 entrance ramp including path lighting, guardrail, embankment and curb and gutter work; together with necessary related work, located within the corporate limits of the CITY; and

PART B – STG 63022; JOB #209243CON; 20A0388; 100% CITY PARTICIPATION
Pedestrian signal and emergency pre-emption system installation work located at the intersection of Novi Road and the westbound Highway I-96 entrance ramp and at the intersection of Novi Road and the eastbound Highway I-96 exit ramp; together with necessary related work, located within the corporate limits of the CITY; and

WHEREAS, the DEPARTMENT presently estimates the PROJECT COST as hereinafter defined in Section 1 to be:
PART A $158,900
PART B $10,100
TOTAL $169,000

WHEREAS, the parties hereto have reached an understanding with each other regarding the performance of the PROJECT work and desire to set forth this understanding in the form of a written Contract.

NOW, THEREFORE, in consideration of the premises and of the mutual undertakings of the parties and in conformity with applicable law, it is agreed:

1. The parties shall undertake and complete the construction of the PROJECT in accordance with this Contract.

The term "PROJECT COST" for the PART A portion of the PROJECT, as herein used, is hereby defined as the cost of the construction of the for the PART A portion of the PROJECT including the costs of preliminary engineering (PE), plans and specifications; physical construction necessary for the completion of the PROJECT as determined by the DEPARTMENT; and construction engineering (CE), and any and all other expenses in connection with any of the above.

The term "PROJECT COST" for the PART B portion of the PROJECT, as herein used, is hereby defined as the cost of the construction of the for the PART B portion of the PROJECT including the costs physical construction necessary for the completion of the PROJECT as determined by the DEPARTMENT; and construction engineering (CE), and any and all other expenses in connection with any of the above.

2. The cost of alteration, reconstruction and relocation, including plans thereof, of certain publicly owned facilities and utilities which may be required for the construction of the PROJECT, shall be included in the PROJECT COST; provided, however, that any part of such cost determined by the DEPARTMENT, prior to the commencement of the work, to constitute a betterment to such facility or utility, shall be borne wholly by the owner thereof.

3. The CITY will approve the design intent of the PROJECT and shall accept full responsibility for the constructed PROJECT functioning as a part of the CITY’S facilities. The CITY is solely responsible for any input which it provides as it relates to the design of the PROJECT functioning as part of the CITY’S facilities.

4. The DEPARTMENT will administer all phases of the PROJECT and will cause to be performed all the PROJECT work.

Any items of PROJECT COST incurred by the DEPARTMENT may be charged to the PROJECT.
5. The PROJECT COST shall be charged to the CITY 100 percent and paid in the manner and at the times hereinafter set forth. Such cost is estimated to be as follows:

<table>
<thead>
<tr>
<th>PART A</th>
<th>$158,900</th>
</tr>
</thead>
<tbody>
<tr>
<td>PART B</td>
<td>$10,100</td>
</tr>
<tr>
<td>TOTAL</td>
<td>$169,000</td>
</tr>
</tbody>
</table>

The PE costs will be apportioned in the same ratio as the actual construction award for the PART A portion of the PROJECT COST and the CE costs will be apportioned in the same ratio as the actual direct construction costs.

6. The DEPARTMENT shall maintain and keep accurate records and accounts relative to the cost of the PROJECT. The DEPARTMENT may submit progress billings to the CITY on a monthly basis for the CITY'S share of the cost of work performed to date, less all payments previously made by the CITY not including payments made for a working capital deposit. No monthly billings of a lesser amount than $1,000 shall be made unless it is a final or end of fiscal year billing. All billings will be labeled either "Progress Bill Number ________", or "Final Billing". Payment is due within 30 days of receipt of invoice. Upon completion of the PROJECT, payment of all items of PROJECT COST and receipt of all Federal Aid, the DEPARTMENT shall make a final billing and accounting to the CITY.

The CITY will deposit with the DEPARTMENT the following amount which will be used by the DEPARTMENT as working capital and applied toward the end of the project for the contracted work and cost incurred by the DEPARTMENT in connection with the PROJECT:

| DEPOSIT PART A | $40,000 |
| DEPOSIT PART B | $ 4,000 |
| DEPOSIT TOTAL  | $44,000 |

The total deposit will be billed to the CITY by the DEPARTMENT and shall be paid by the CITY within 30 days after receipt of invoice.

7. Pursuant to the authority granted by law, the CITY hereby irrevocably pledges a sufficient amount of funds received by it from the Michigan Transportation Fund to meet its obligations as specified herein. If the CITY shall fail to make any of its required payments when due, as specified herein, the DEPARTMENT shall immediately notify the CITY of the fact of such default and the amount thereof; and, if such default is not cured by payment within ten (10) days, the DEPARTMENT is then authorized and directed to withhold from the first of such monies thereafter allocated by law to the CITY from the Michigan Transportation Fund sufficient monies to remove the default, and to credit the CITY with payment thereof, and to notify the CITY in writing of such fact.

8. Upon completion of the PROJECT, the CITY shall accept the facilities constructed as built to specifications within the construction contract documents. It is
understood that the CITY shall own the facilities and shall be operate and maintain the facilities in accordance with applicable law at no cost to the DEPARTMENT. Maintenance work for the lighting portion of the PROJECT shall include, but not be limited to replacement of lights and poles, as needed. All expenses for electrical service and maintenance of the PROJECT shall be the responsibility of the CITY.

9. Any and all approvals of, reviews of, and recommendations regarding contracts, agreements, permits, plans, specifications, or documents, of any nature, or any inspections of work by the DEPARTMENT pursuant to the terms of this Contract are done to assist the CITY. Such approvals, reviews, inspections and recommendations by the DEPARTMENT shall not relieve the CITY of its ultimate control and shall not be construed as a warranty of their propriety or that the DEPARTMENT is assuming any liability, control or jurisdiction.

When providing approvals, reviews and recommendations under this Contract, the DEPARTMENT is performing a governmental function, as that term is defined in MCL 691.1401 et seq., as amended, which is incidental to the completion of the PROJECT.

10. In connection with the performance of PROJECT work under this Contract the parties hereto (hereinafter in Appendix "A" referred to as the "contractor") agree to comply with the State of Michigan provisions for "Prohibition of Discrimination in State Contracts", as set forth in Appendix A, attached hereto and made a part hereof. The parties further covenant that they will comply with the Civil Rights Acts of 1964, being P.L. 88-352, 78 Stat. 241, as amended, being Title 42 U.S.C. Sections 1971, 1975a-1975d, and 2000a-2000h-6 and the Regulations of the United States Department of Transportation (49 C.F.R. Part 21) issued pursuant to said Act, including Appendix "B", attached hereto and made a part hereof, and will require similar covenants on the part of any contractor or subcontractor employed in the performance of this Contract. The parties will carry out the applicable requirements of the DEPARTMENT'S Disadvantaged Business Enterprise (DBE) program and 49 CFR, Part 26, including, but not limited to, those requirements set forth in Appendix C.
11. This Contract shall become binding on the parties hereto and of full force and effect upon the signing thereof by the duly authorized officials for the CITY and for the DEPARTMENT; upon the adoption of a resolution approving said Contract and authorizing the signatures thereto of the respective officials of the CITY, a certified copy of which resolution shall be attached to this Contract.

IN WITNESS WHEREOF, the parties hereto have caused this contract to be executed as written below.

CITY OF NOVI

By __________________________
Title: _______________________

MICHIGAN DEPARTMENT OF TRANSPORTATION

By __________________________
Department Director MDOT

By __________________________
Title: _______________________

REVIEWED

10/08/2019 ADWK.FOR 2/20/20 5
APPENDIX A
PROHIBITION OF DISCRIMINATION IN STATE CONTRACTS

In connection with the performance of work under this contract; the contractor agrees as follows:

1. In accordance with Public Act 453 of 1976 (Elliott-Larsen Civil Rights Act), the contractor shall not discriminate against an employee or applicant for employment with respect to hire, tenure, treatment, terms, conditions, or privileges of employment or a matter directly or indirectly related to employment because of race, color, religion, national origin, age, sex, height, weight, or marital status. A breach of this covenant will be regarded as a material breach of this contract. Further, in accordance with Public Act 220 of 1976 (Persons with Disabilities Civil Rights Act), as amended by Public Act 478 of 1980, the contractor shall not discriminate against any employee or applicant for employment with respect to hire, tenure, terms, conditions, or privileges of employment or a matter directly or indirectly related to employment because of a disability that is unrelated to the individual’s ability to perform the duties of a particular job or position. A breach of the above covenants will be regarded as a material breach of this contract.

2. The contractor hereby agrees that any and all subcontracts to this contract, whereby a portion of the work set forth in this contract is to be performed, shall contain a covenant the same as hereinabove set forth in Section 1 of this Appendix.

3. The contractor will take affirmative action to ensure that applicants for employment and employees are treated without regard to their race, color, religion, national origin, age, sex, height, weight, marital status, or any disability that is unrelated to the individual’s ability to perform the duties of a particular job or position. Such action shall include, but not be limited to, the following: employment; treatment; upgrading; demotion or transfer; recruitment; advertising; layoff or termination; rates of pay or other forms of compensation; and selection for training, including apprenticeship.

4. The contractor shall, in all solicitations or advertisements for employees placed by or on behalf of the contractor, state that all qualified applicants will receive consideration for employment without regard to race, color, religion, national origin, age, sex, height, weight, marital status, or disability that is unrelated to the individual’s ability to perform the duties of a particular job or position.

5. The contractor or its collective bargaining representative shall send to each labor union or representative of workers with which the contractor has a collective bargaining agreement or other contract or understanding a notice advising such labor union or workers’ representative of the contractor’s commitments under this Appendix.

6. The contractor shall comply with all relevant published rules, regulations, directives, and orders of the Michigan Civil Rights Commission that may be in effect prior to the taking of bids for any individual state project.
7. The contractor shall furnish and file compliance reports within such time and upon such forms as provided by the Michigan Civil Rights Commission; said forms may also elicit information as to the practices, policies, program, and employment statistics of each subcontractor, as well as the contractor itself, and said contractor shall permit access to the contractor’s books, records, and accounts by the Michigan Civil Rights Commission and/or its agent for the purposes of investigation to ascertain compliance under this contract and relevant rules, regulations, and orders of the Michigan Civil Rights Commission.

8. In the event that the Michigan Civil Rights Commission finds, after a hearing held pursuant to its rules, that a contractor has not complied with the contractual obligations under this contract, the Michigan Civil Rights Commission may, as a part of its order based upon such findings, certify said findings to the State Administrative Board of the State of Michigan, which State Administrative Board may order the cancellation of the contract found to have been violated and/or declare the contractor ineligible for future contracts with the state and its political and civil subdivisions, departments, and officers, including the governing boards of institutions of higher education, until the contractor complies with said order of the Michigan Civil Rights Commission. Notice of said declaration of future ineligibility may be given to any or all of the persons with whom the contractor is declared ineligible to contract as a contracting party in future contracts. In any case before the Michigan Civil Rights Commission in which cancellation of an existing contract is a possibility, the contracting agency shall be notified of such possible remedy and shall be given the option by the Michigan Civil Rights Commission to participate in such proceedings.

9. The contractor shall include or incorporate by reference, the provisions of the foregoing paragraphs (1) through (8) in every subcontract or purchase order unless exempted by rules, regulations, or orders of the Michigan Civil Rights Commission; all subcontracts and purchase orders will also state that said provisions will be binding upon each subcontractor or supplier.

Revised June 2011
APPENDIX B
TITLE VI ASSURANCE

During the performance of this contract, the contractor, for itself, its assignees, and its successors in interest (hereinafter referred to as the "contractor"), agrees as follows:

1. **Compliance with Regulations:** For all federally assisted programs, the contractor shall comply with the nondiscrimination regulations set forth in 49 CFR Part 21, as may be amended from time to time (hereinafter referred to as the Regulations). Such Regulations are incorporated herein by reference and made a part of this contract.

2. **Nondiscrimination:** The contractor, with regard to the work performed under the contract, shall not discriminate on the grounds of race, color, sex, or national origin in the selection, retention, and treatment of subcontractors, including procurements of materials and leases of equipment. The contractor shall not participate either directly or indirectly in the discrimination prohibited by Section 21.5 of the Regulations, including employment practices, when the contractor covers a program set forth in Appendix B of the Regulations.

3. **Solicitation for Subcontracts, Including Procurements of Materials and Equipment:** All solicitations made by the contractor, either by competitive bidding or by negotiation for subcontract work, including procurement of materials or leases of equipment, must include a notification to each potential subcontractor or supplier of the contractor's obligations under the contract and the Regulations relative to nondiscrimination on the grounds of race, color, or national origin.

4. **Information and Reports:** The contractor shall provide all information and reports required by the Regulations or directives issued pursuant thereto and shall permit access to its books, records, accounts, other sources of information, and facilities as may be determined to be pertinent by the Department or the United States Department of Transportation (USDOT) in order to ascertain compliance with such Regulations or directives. If required information concerning the contractor is in the exclusive possession of another who fails or refuses to furnish the required information, the contractor shall certify to the Department or the USDOT, as appropriate, and shall set forth the efforts that it made to obtain the information.

5. **Sanctions for Noncompliance:** In the event of the contractor's noncompliance with the nondiscrimination provisions of this contract, the Department shall impose such contract sanctions as it or the USDOT may determine to be appropriate, including, but not limited to, the following:

   a. Withholding payments to the contractor until the contractor complies; and/or

   b. Canceling, terminating, or suspending the contract, in whole or in part.
6. **Incorporation of Provisions:** The contractor shall include the provisions of Sections (1) through (6) in every subcontract, including procurement of material and leases of equipment, unless exempt by the Regulations or directives issued pursuant thereto. The contractor shall take such action with respect to any subcontract or procurement as the Department or the USDOT may direct as a means of enforcing such provisions, including sanctions for non-compliance, provided, however, that in the event a contractor becomes involved in or is threatened with litigation from a subcontractor or supplier as a result of such direction, the contractor may request the Department to enter into such litigation to protect the interests of the state. In addition, the contractor may request the United States to enter into such litigation to protect the interests of the United States.

Revised June 2011
APPENDIX C

TO BE INCLUDED IN ALL FINANCIAL ASSISTANCE AGREEMENTS WITH LOCAL AGENCIES

Assurance that Recipients and Contractors Must Make
(Excerpts from US DOT Regulation 49 CFR 26.13)

A. Each financial assistance agreement signed with a DOT operating administration (or a primary recipient) must include the following assurance:

The recipient shall not discriminate on the basis of race, color, national origin, or sex in the award and performance of any US DOT-assisted contract or in the administration of its DBE program or the requirements of 49 CFR Part 26. The recipient shall take all necessary and reasonable steps under 49 CFR Part 26 to ensure nondiscrimination in the award and administration of US DOT-assisted contracts. The recipient’s DBE program, as required by 49 CFR Part 26 and as approved by US DOT, is incorporated by reference in this agreement. Implementation of this program is a legal obligation and failure to carry out its terms shall be treated as a violation of this agreement. Upon notification to the recipient of its failure to carry out its approved program, the department may impose sanctions as provided for under Part 26 and may, in appropriate cases, refer the matter for enforcement under 18 U.S.C. 1001 and/or the Program Fraud Civil Remedies Act of 1986 (31 U.S.C. 3801 et seq.).

B. Each contract MDOT signs with a contractor (and each subcontract the prime contractor signs with a subcontractor) must include the following assurance:

The contractor, sub recipient or subcontractor shall not discriminate on the basis of race, color, national origin, or sex in the performance of this contract. The contractor shall carry out applicable requirements of 49 CFR Part 26 in the award and administration of US DOT-assisted contracts. Failure by the contractor to carry out these requirements is a material breach of this contract, which may result in the termination of this contract or such other remedy as the recipient deems appropriate.
Minutes of a Meeting of the City Council of the City of Novi, County of Oakland, Michigan, held in the City Hall of said City on ____________, _____, at ____o'clock P.M. Prevailing Eastern Time.

PRESENT: Councilmembers______________________________________________________________

ABSENT: Councilmembers______________________________________________________________

The following preamble and Resolution were offered by Councilmember ___________ and supported by Councilmember ___________.

WHEREAS: the Michigan Department of Transportation (MDOT) is planning bridge rehabilitation and signal modernization on the Novi Road bridge over Highway I-96; and,

WHEREAS: the City of Novi has requested that MDOT perform additional work for and on behalf of the City in connection with the Highway I-96 construction including:

- Pedestrian path construction along the west side of Novi Road
- Path lighting, guardrail, embankment and curb and gutter work
- Pedestrian signal and emergency pre-emption system installation at the Novi Road and westbound I-96 entrance ramp and at the Novi Road and eastbound I-96 exit ramp.

WHEREAS: the City of Novi’s cost participation amount is estimated to be $169,000.

WHEREAS: the Mayor and the City Clerk are authorized to execute the approved Cost Participation Contracts, on behalf of the City, as expressly authorized, directed and instructed by the Council.
NOW THEREFORE, IT IS THEREFORE RESOLVED that Mayor and Council of the City of Novi hereby support and authorize participation in the Novi Road over Highway I-96 additional work including:

- Pedestrian path construction along the west side of Novi Road
- Path lighting, guardrail, embankment and curb and gutter work
- Pedestrian signal and emergency pre-emption system installation at the Novi Road and westbound I-96 entrance ramp and at the Novi Road and eastbound I-96 exit ramp.

And approve MDOT Contract Number 19-5557.

AYES:

NAYS:

RESOLUTION DECLARED ADOPTED.

_______________________________
Cortney Hanson, City Clerk

CERTIFICATION

I hereby certify that the foregoing is a true and complete copy of a resolution adopted by the City Council of the City of Novi, County of Oakland, and State of Michigan, at a regular meeting held this _____ day of __________, 2020, and that public notice of said meeting was given pursuant to and in full compliance with Act No. 267, Public Acts of Michigan, 1976, and that the minutes of said meeting have been kept and made available to the public as required by said Act.

_______________________________
Cortney Hanson, City Clerk
City of Novi