CITY OF NOVI CITY COUNCIL
JUNE 8, 2026

SUBJECT: Consideration of approval of a cost participation agreement with the Road Commission of Oakland County (RCOC) for the construction associated with the rehabilitation of 12 Mile Road from Novi Road to Farmington Road, with the estimated City share in the amount of $135,822.

SUBMITTING DEPARTMENT: Department of Public Works, Engineering Division

KEY HIGHLIGHTS:

- Cost share agreement for the rehabilitation of 12 Mile Road (Novi Road to Farmington Road)
- The City is utilizing Tri-Party Funding to reduce our cost-share amount.
- Construction will be phased over two years- 2026 and 2027

FINANCIAL IMPACT

	FY 2025/26
EXPENDITURE REQUIRED	**$ 135,822**
BUDGET **Municipal Street Fund 204-446.00-975.242**	**$ 385,109**
APPROPRIATION REQUIRED	**$ 0**
FUND BALANCE IMPACT	**$ 0**

BACKGROUND INFORMATION:

The Road Commission for Oakland County (RCOC) was awarded surface transportation funding for a 12 Mile Road Rehabilitation project from Novi Road to Farmington Road. The project scope includes concrete patching between Novi Road and west of M-5, concrete milling with two courses of hot-mix asphalt (HMA) overlay

between M-5 and Farmington Road, curb and gutter repairs, and ADA/pedestrian/bus stop upgrades. The project will be split into two years:

- 2026: Novi Road to M-5 and Drake Rd to Farmington Rd (late summer into fall, single lane closures)
- 2027: M-5 to Drake Rd (all of 2027 construction season, single lane closures)

The estimated project costs are as follows:

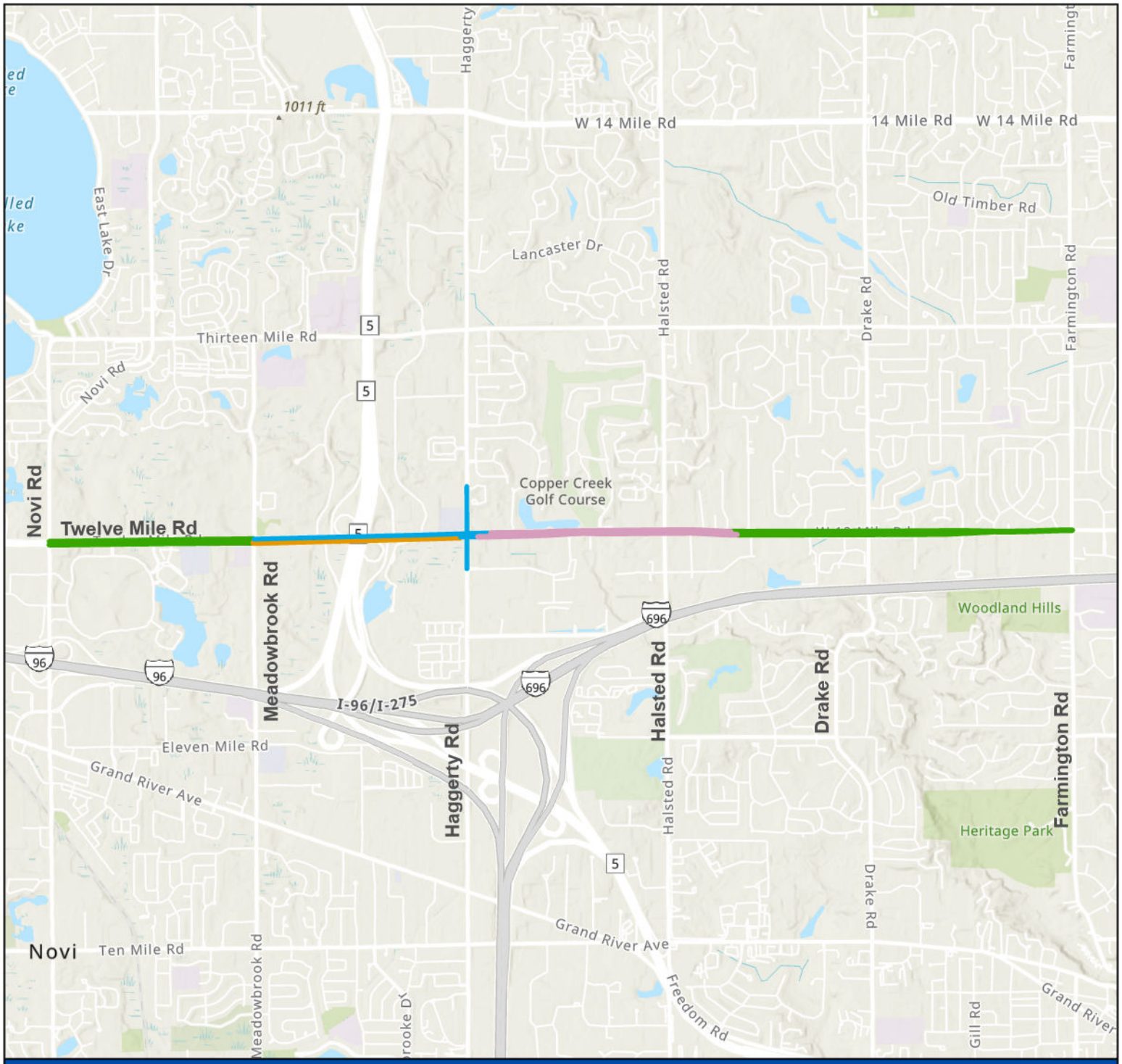
ESTIMATED PROJECT COST	
Contractor Payments	$10,779,607
Less Federal Funds	$8,742,281
Total Estimated Local Share	$2,037,326

COST PARTICIPATION BREAKDOWN

	City of Novi	CVT #2	COUNTY	BOARD	TOTAL
Tri-Party Program	$135,822	$203,733	$339,555	$339,553	$1,018,663
Contribution				$1,018,663	$1,018,663
TOTAL SHARES	$135,822	$203,733	$339,555	$1,358,216	$2,037,326

The enclosed cost participation agreement is for the construction phase of the project and has been favorably reviewed by the City Attorney (Saarela, May 29, 2026).

RECOMMENDED ACTION: Approval of a cost participation agreement with the Road Commission of Oakland County (RCOC) for the construction associated with the rehabilitation of 12 Mile Road from Novi Road to Farmington Road, with the estimated City share in the amount of $135,822.



Staging Plan

- Stage 1 (Summer 2026): Novi Rd to Meadowbrook Rd & Investment Dr to Farmington Rd
- Stage 2 (Fall 2026): Eastbound from Meadowbrook Rd to Haggerty Rd
- Stage 3 (Spring & Summer 2027): Westbound from Meadowbrook Rd to Haggerty Rd & Haggerty Rd Intersection
- Stage 4 (Fall 2027): Haggerty Rd to Investment Dr

CITY OF NOVI
cityofnovi.org

Twelve Mile Rd Rehabilitation

Novi Rd to Farmington Rd

0 1,800 3,600 7,200 10,800 Feet

Map Print Date: 2/24/26
Map Author: K. Blough

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ROSATI | SCHULTZ
JOPPICH | AMTSBUECHLER

May 29, 2026

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

Re: RCOC Cost Participation Agreement - 12 Mile Road
Novi Road to Farmington Road and along Haggerty Road
City of Novi- Board Project No. 57891

Dear Ms. Runkel:

We have received and reviewed the Cost Participation Agreement prepared by the Board of County Road Commissioners (Board) for the resurfacing of 12 Mile Road from Novi Road to Farmington Road, and along Haggerty Road. The total project cost is $10,779,607. Federal funding will be provided up to $8,742,281. The remaining cost of the road rehabilitation will be shared by the City, the City of Farmington Hills, and RCOC by using Tri-party funds toward the project.

The Agreement is provided for the limited purpose of setting forth how the project costs will be paid by the named parties. MDOT has contracted separately for completion of the project.

Subject to Engineering review and approval of the cost breakdown of the project, we see no legal impediment to entering into the Cost Sharing Agreement.

Please feel free to contact me with any questions or concerns in regard to this matter.

Very truly yours,

ROSATI SCHULTZ JOPPICH
& AMTSBUECHLER PC

Elizabeth Kudla Saarela

EKS

Enclosure

C: Cortney Hanson, Clerk (w/Enclosure)
Megan Mikus, Deputy DPW Director (w/Enclosure)
Ben Croy, City Engineer (w/Enclosure)
Thomas R. Schultz, Esquire (w/Enclosure)

COST PARTICIPATION AGREEMENT

CONSTRUCTION

12 Mile Road

Novi Road to Farmington Road and along Haggerty Road

City of Novi

Board Project No. 57891

This Agreement, made and entered into this _____ day of _____, 2026, by and between the Board of County Road Commissioners of the County of Oakland, Michigan, hereinafter referred to as the BOARD, and the City of Novi, hereinafter referred to as CVT #1, provides as follows:

WHEREAS, the BOARD, CVT #1, and the City of Farmington Hills, hereinafter referred to as CVT #2, in cooperation with the Michigan Department of Transportation, hereinafter referred to as MDOT, have programmed the resurfacing of 12 Mile Road from Novi Road to Farmington Road / along Haggerty Road, as described in Exhibit "A", attached hereto, and made a part hereof, which improvements involve roads under the jurisdiction of the BOARD and within CVT #1 and CVT #2, which improvements are hereinafter referred to as the PROJECT; and

WHEREAS, the estimated total cost of the PROJECT is $10,779,607; and

WHEREAS, the BOARD has entered into an agreement with MDOT in Contract No. 26-5115 for partial funding of the PROJECT with federal program dollars in the amount of $8,742,281; and

WHEREAS, the BOARD, as the requesting party therein, will be the party financially responsible to MDOT to bear all costs of the PROJECT in excess of federal funds, hereinafter referred to as the LOCAL SHARE; and

WHEREAS, CVT #1’S share of said LOCAL SHARE involves certain designated and approved Tri-Party Program funding in the amount of $407,465, which shall be paid through equal contributions by the BOARD, CVT #1, and the Oakland County Board of Commissioners, hereinafter referred to as the COUNTY; and

WHEREAS, all the parties hereto have reached a mutual understanding regarding the cost sharing for the LOCAL SHARE and wish to commit that understanding to writing in this Agreement.

NOW, THEREFORE, in consideration of the mutual covenants set forth herein and in conformity with applicable law, it is hereby agreed between CVT #1 and the BOARD that:

1. CVT #1 and CVT #2 approve of the PROJECT, declare its public necessity, and authorizes the BOARD and MDOT to perform or cause to be performed, and complete the PROJECT along with all administration in reference thereto.

2. The PROJECT shall include total payments to the contractor. Any costs incurred by the BOARD prior to this agreement date shall be allowable.

3. The estimated total LOCAL SHARE is $2,037,326 and shall be invoiced in the following order:

   a. Tri-Party Program funding shall be invoiced simultaneously and proportionately:

      - CVT #1 has agreed to contribute $407,465 and will fund their share from the Tri-Party Program.

      - CVT #2 has agreed to contribute $611,198 and will fund their share from the Tri-Party Program.

   b. The BOARD shall contribute $1,358,216 which includes a CONTRIBUTION of $1,018,663 and Tri-Party funds in the amount of $339,553.

   c. Any LOCAL SHARE costs above $2,037,326 will be funded 100% by the BOARD.

4. Upon execution of this agreement, the BOARD shall submit an invoice to CVT #1 in the amount of $135,822 (being 100% of CVT #1'S Tri-Party contribution).

5. Upon execution of this agreement and approval by the COUNTY, the BOARD shall submit an invoice to the COUNTY in the amount of $135,822 (being 100% of the COUNTY'S Tri-Party contribution).

   a. The invoice shall be sent to:

      Manager of Fiscal Services
      Oakland County Fiscal Services
      2100 Pontiac Lake Road, Building 41 West
      Waterford, MI 48328

6. The total actual LOCAL SHARE will be determined from the records of the BOARD upon completion of State financial audits of the PROJECT and a final determination of the total federal funds used on the PROJECT. Final adjustments in the financial obligations of the parties hereto will be made upon completion of the required audits.

7. Upon receipt of said invoice(s), the CVT #1 and the COUNTY shall pay to the BOARD the full amount thereof, within thirty (30) days of such receipt.

8. The BOARD shall execute a separate Cost Participation Agreement with CVT #2, for their share of the estimated PROJECT cost.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement the day and date first written above.

BOARD OF ROAD COMMISSIONERS OF THE
COUNTY OF OAKLAND
A Public Body Corporate

By_____

Its_____

City of Novi

By_____

Its_____

EXHIBIT A

T R I - P A R T Y P R O G R A M

12 Mile Road

Novi Road to Farmington Road/ along Haggerty Road

City of Novi

Board Project No. 57891

Resurfacing work on 12 Mile Road from Novi Road to Farmington Road/ along Haggerty Road.

ESTIMATED PROJECT COST

Contractor Payments	$10,779,607
Less Federal Funds	$8,742,281
Total Estimated Local Share	$2,037,326

COST PARTICIPATION BREAKDOWN

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