

Lake Odessa Village Council
Ionia County, Michigan

Trustee _____, supported by Trustee _____, made a motion to adopt the following resolution:

RESOLUTION NO. 2022-13

A RESOLUTION ESTABLISHING RATES, FEES, AND SCHEDULES FOR WATER SERVICE PURSUANT TO SECTION 34-54 OF THE CODE OF ORDINANCES, VILLAGE OF LAKE ODESSA, MICHIGAN

WHEREAS, Section 34-54 of the Code of Ordinances, Village of Lake Odessa, Michigan, provides that rates and fees to be charged for service furnished by the Lake Odessa water supply system shall be as set by resolution of the Village Council; and

WHEREAS, GEI Consultants, Inc performed a Water Rate Study in 2021, to view existing water rates to determine if current rates were set properly to allow the Village to adequately follow their adopted 2016 Asset Management Plan (AMP) for the Village’s water system; and

WHEREAS, in January 2021, the Village Council formed a Water Rate Study subcommittee to review the rate study data from GEI. This sub-committee met in February 2021 with Village staff and GEI Consultants; and

WHEREAS, Mark Stoor, the principal engineer from GEI Consultants, Inc, presented the findings of the Water Rate Study to the Village Council and reported on the meeting of this subcommittee. A copy of this study and its findings is attached to this resolution; and

WHEREAS, in 2021, the Village Council voted unanimously to adopt the findings of the water rate study and also adopted the increases proposed, as part of a three-year phase in plan; and

WHEREAS, the proposed rate schedule adjustments increase the quarterly service charge but do not change any water usage charges; and

WHEREAS, per the Water Rate Study, adjusting the Village’s water rates as proposed will allow the Village of Lake Odessa to “stay proactive with its system, in order to prevent high-cost emergency repairs and replacements” and will also allow the Village to capitalize on “the effort that went into the creation of the AMP, and will provide proper funding to maintain the level of service that their customers expect;” and

WHEREAS, the Village Council has reviewed existing rates and fees and the proposed adjustments are listed below.

NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS:

1. that the following rates and fees are hereby established:

1) Resident Water Rates

a) Service demand charge per quarter:

Meter Size in Inches	Rate
5/8 & 3/4	\$40.24
1	\$71.56
1 1/2	\$160.99
2	\$286.20
3	\$643.97
4	\$1,144.84
6	\$2,575.85
8	\$4,579.27

b) Usage charge: \$3.61 per 1,000 gallons or portion thereof

2) Non-Resident Water Rates

a) Service demand charge per quarter:

Meter Size in Inches	Rate
5/8 & 3/4	\$40.24
1	\$71.56
1 1/2	\$160.99
2	\$286.20
3	\$643.97
4	\$1,144.84
6	\$2,575.85
8	\$4,579.27

b) Usage charge: \$7.22 per 1,000 gallons or portion thereof

3) Flat Rate Non-Metered

a) Service demand charge: \$40.24 per quarter

b) Residential Usage charge (based on REU 13,000 gallons): \$85.07

c) Commercial Usage charge (based on REU 13,000 gallons): \$136.50

4) Turn-On and Turn-Off Fees

a) At customer request: \$10.00

b) When necessitated by non-payment: \$20.00

5) Connection Fees

a) 2" service: \$2,050 plus \$27.75 per linear foot

- b) 1 ½” service: \$1,800 plus \$24.50 per linear foot
 - c) 1” service: \$1,500 plus \$22.00 per linear foot
 - d) Commercial/Multiple Dwelling connections (1” and larger): add \$350.00 per residential unit
 - e) Service larger than 2” (if available): negotiable
- 5) Meter Installation Fees
- a) Current cost to restock inventory on all materials used for installation of meter
- 6) Final Reads
- a) At customer request: \$10.00
- 6) Late Fee
- a) Any bill not paid when due shall be deemed delinquent and be subject to a delinquency charge equal 10% of the amount of the bill or \$5.00, whichever sum is greater. No additional interest shall accrue.
- 7) Cash Deposit for Responsible Tenants
- a) Deposit of \$300, refundable when responsibility of the account is transferred to a new party
- 8) Non-Sufficient Fund Check Fee
- a) Fee of \$35 per check, in addition to the applicable late fee.
- 9) Billing Schedule
- a) Water charges shall be billed quarterly and due and payable to the village on the last day of billing month: January 31, April 30, July 31, and October 31.

2. That the above-referenced rates, fees, and billing schedule shall become effective on May 1, 2022.

3. All resolutions and parts of resolutions, insofar as they conflict with the provisions of this resolution are rescinded.

Ayes:

Nays:

Absent:

Abstain:

RESOLUTION DECLARED ADOPTED.

Dated: February 21, 2022

Patrick Reagan, Village Manager/ Clerk