VILLAGE OF ONTONAGON RESOLUTION NO. 2024 – 07 SETTING FORTH RATES FOR WATER AND SEWER SERVICE EFFECTIVE APRIL 1, 2025

At a meeting of the Village Council of the Village of Ontonagon, held on the 17th day of June 2024, in the offices at 315 Quartz Street, Ontonagon, Michigan, the following resolution was offered by Trustee Rebholz and supported by Trustee Perry.

RECITALS

- WHEREAS, pursuant to Section 54-136 of the Code of Ordinances, Village of Ontonagon, the Village Council shall from time to time, set rates for water and sewer service, and
- WHEREAS, rates and charges for the operation, maintenance, debt service, and replacement of the *water* system shall be sufficient to cover the expenses therein, and
- WHEREAS, the Village of Ontonagon has entered into agreements with Ontonagon Township, Carp Lake Township, and the state of Michigan (Porcupine Mountain State Park) to provide water service to their respective jurisdictions, and
- WHEREAS, rates and charges for the operation, maintenance, debt service, and replacement of the *sewer* system shall be sufficient to cover the expenses therein, and
- WHEREAS, Andy Campbell of Baker Tilly US, LLC has recently performed a Cash Flow Analysis regarding the *sewer system*, and
- NOW, THEREFORE, BE IT RESOLVED, that water and sewer rates and charges be set forth according to Attachment A dated June 17, 2024, and made part of this Resolution, and
- BE IT FURTHER RESOLVED, that water and sewer rates and charges be set forth beginning April 1, 2025, and
- BE IT FURTHER RESOLVED, that the *sewer* Ready-to-Serve Rate (Sewer Debt Fee) shall be \$45.50 beginning April 1, 2026, and
- BE IT FURTHER RESOLVED, that the *sewer* Consumption Charge (Sewage Disposal Rate) shall be \$10.50 per 1,000 gallons beginning April 1, 2026, and
- BE IT FURTHER RESOLVED, that the *sewer* Consumption Charge (Sewer Disposal Rate) shall increase 5% annually on April 1st beginning April 1, 2027 until changed by resolution of the Village Council, and
- BE IT FURTHER RESOLVED, that this resolution supersedes any other previously adopted water/sewer rate resolutions or parts of resolutions, and
- BE IT FURTHER RESOLVED, that upon adoption of this Resolution, copies of same will be mailed by first class mail to Ontonagon Township, Carp Lake Township, and the State of Michigan.
- THIS RESOLUTION is hereby approved by roll call vote:

Elmer Marks, Jr., Trustee	<u>yes</u>
Lyle Perry, Trustee	<u>yes</u>
Michael Rebholz, Trustee	<u>yes</u>
Debra Seid, Trustee	<u>yes</u>
Girard Waldrop, Trustee	<u>absent</u>
Sarah Hopper, President Pro-Tem	<u>yes</u>

Pam Coey, President

And, adopted by a 2/3rds vote of the Village Council of the Village of Ontonagon, this 17th day of June, 2024.

<u>yes</u>

I hereby certify that the foregoing is a true and complete copy of a resolution adopted by the Village Council of the Village of Ontonagon, County of Ontonagon, State of Michigan, at a regular meeting held on Monday, June 17, 2024, that said meeting was conducted and public notice of said meeting was given pursuant to and in full compliance with the Open Meetings Act, being Act 267 of Public Acts of Michigan 1976, and that the minutes of said meeting were kept and will be or have been made available as required by said Act.

Jeffrey Sullivan, Village Clerk

Village of Ontonagon - Attachment A 6/17/24

Water & Sewer Rates and Charges - Effective April 1, 2025

Water Rates:

\$35 per month *Long Term Debt Fee - All Users

\$10 per thousand gallons Potable Water Consumption Rate - All users located within 1.5 mile

radius of Village Office/Garage (315 Quartz St.)

\$15 per thousand gallons **Potable Water Consumption Rate - All users located outside of

1.5 mile radius of Village Office/Garage (315 Quartz St.)

\$12.32 per thousand gallons ***Potable Water Consumption Rate - State of Michigan

\$150 Water Deposit - Renters Only - All Users (Deposit shall be paid prior

to receiving service)

\$75 Water Turn On/Off Fee for Delinquency - all Users

\$30 Water Turn On/Off Fee at Owner's Request - All Users

No Charge Water Turn On/Off for Repairs

\$20 Meter Testing Fee if Meter is Found to be Accurate - All Users

\$25 Inspection Fee for Water Disconnection of Service - All Users

\$4 Late Payment Fee - All Users

\$20 + Potable Water Rate Hydrant User Fee (Per opening and by Village Personnel ONLY) - All Users

Refer to Water Ordinance (No. 2004-03) Benefit Fee - All Users

Actual Cost Water Connection Fee (New Water Service to Existing Main) - All Users

(Connection fee shall be paid prior to installation of service)

Actual Cost Water Main Extension for New Service Connection - All Users (Fee

shall be paid prior to extension of main)

Sewer Rates:

\$39.50 per month *Long Term Debt Fee - All Users

\$8.50 per thousand gallons Sewer disposal rate - All Users (consumption based on water meter

readings)

Actual Cost Sewer Connection Fee (New Sewer Service to Existing Main) - Village of

Ontonagon

50% of Actual Cost Sewer Main Extension for New Service Connection - Village of Ontonagon

(Fee shall be paid prior to installation of main)

NOTES:

*Long Term Debt Fee will be charged monthly regardless of whether water service is on or off.

**Per 1/9/98 Agreement, Carp Lake Township water consumption rates shall NOT be more than 1 1/2 times the rate charged by the Village to customers within the Village.

***Per 11/7/02 Agreement, State of Michigan adjustments for water consumption rates will be based on the Consumer Price Index, and will be made nor more frequently than on an annual basis.