

CITY OF REED CITY  
COUNTY OF OSCEOLA, MICHIGAN

RESOLUTION AMENDING WATER RATES

Resolution No. 2021-17

At a regular meeting of the City Council of the City of Reed City, Osceola County, Michigan (the "City"), held in said City on Monday, November 15, 2021.

PRESENT: Nate Bailey, Dan Burchett, Trevor Guiles, Roger Meinert, Russ Nehmer and Nicole Woodside.

ABSENT: Brad Nixon.

The following preamble and resolution were offered by Council Member Guiles and seconded by Council Member Burchett:

WHEREAS, it has been determined by the City Council of the City of Reed City that it is necessary to acquire, construct, and install additions, extensions and improvements to the existing Water Supply System (the "Water System") in the City of Reed City; and

WHEREAS, the City is required to replace lead lines in our water system, resulting in a substantial increase in our operating expenditures; and

WHEREAS, Act 94 and the Bond Ordinance require the City Council to establish, by separate resolution of the City Council, rates and charges which will be sufficient to provide for the payment of the Water System's administration and operation expenses, such expenses for the Water System's maintenance as may be necessary to preserve it in good repair and working order and expenses incurred in the acquisition and construction of the Water System; to provide for the payment of principal of and interest on all bonds and junior lien bonds payable therefrom as and when the bonds and junior lien bonds shall become due and payable; and to provide for such other expenditures and funds for the Water System as are required by Act 94 and the Ordinance; and

WHEREAS, in order to comply with the requirements of Act 94 and the Bond Ordinance, it is necessary to amend the rates and charges for the Water System.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Reed City:

1. Effective for the January 2022 billing cycle which is collected with the bills sent to users of the Water System in February 2022, the rates, charges and fees for the City's Water System shall be as set forth on Exhibit A attached to this Resolution.

2. For users located outside of the City limits, the charges shall be 150% of the rates charged to users within the City.
3. All resolutions and parts of resolutions insofar as they conflict with the provisions of this resolution be, and the same are hereby, rescinded.

Upon vote for the adoption of said resolution, the vote was:

YEAS: Guiles, Woodside, Burchett, Meinert and Nehmer.

NAYS: Bailey.

#### 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 Reed City, County of Osceola, State of Michigan, at a meeting held on November 15, 2021, the original of which is on file in my office and available to the public. Public notice of said meeting was given pursuant to and in compliance with the Open Meetings Act, Act No. 267 of the Public Acts of Michigan of 1976, including in the case of a special or rescheduled meeting, notice by posting at least 18 hours prior to the time set for said meeting.

Dated: November 16, 2021


  
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Jacalyn R. Beam  
City Clerk

EXHIBIT A

WATER RATE INCREASE

<i>NEW RATES</i>		<i>OLD RATES</i>	
METER SIZE	COST/METER	METER SIZE	COST/METER
5/8" and 3/4"	\$ 13.50	5/8" and 3/4"	\$6.90
1"	24.00	1"	12.27
1.25"	39.00	1.25"	18.90
1.5"	54.00	1.5"	27.61
2"	96.00	2"	49.08
3"	216.00	3"	110.43
4"	384.00	4"	196.32
6"	864.00	6"	441.72
8"	1,205.02	8"	615.90
Variable Rate – per 1000 gal.	\$2.58	Variable Rate – per 1000 gal.	\$2.48
Gallons Included With Min. Bill	0	Gallons Included With Min. Bill	0
Size of Water Unit Sold – Gal. or cu ft	1,000 gal.		