

10405 Merrill Road ◆ P.O. Box 157

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## EXCERPT FROM HAMBURG TOWNSHIP MUNICIPAL UTILITIES COMMITTEE MEETING MINUTES

To the attention of: Patrick J. Hohl, Supervisor

Hamburg Township Board of Trustees

Re: **Grinder Pump Station Pricing Increase Recommendation** 

Please be apprised of this excerpt from the [X]Unapproved [Approved Minutes of the Meeting]of the Hamburg Township Sewer Committee:

Date of Meeting: June 12th, 2024

Sewer Committee Members Present: Hohl, Hahn, Michniewicz

Sewer Committee Members Absent: None

Text of Motion: MOTION BY HOHL, SUPPORTED BY MICHNIEWICZ TO

> FORWARD TO THE BOARD WITH THE RECOMMENDATION TO INCREASE THE PRICE OF THE GRINDER PUMP STATIONS TO THE NEW BLENDED RATE OF \$5,790.00 PER SIMPLEX UNIT AND \$9,465.00 PER DUPLEX UNIT TO COVER THE PRICING INCREASE FROM THE MANUFACTURER EFFECTIVE AS OF JULY 1<sup>ST</sup>, 2024.

> > Ayes: Hohl, Hahn, Michniewicz Absent: None Nays: None

## MOTION CARRIED.

State of Michigan County of Livingston } Township of Hamburg}

I, BRITTANY K. CAMPBELL, Hamburg Township Utilities Coordinator and recording secretary to the Municipal Utilities Committee, do hereby certify that the foregoing is a true and correct excerpt of the Minutes of the aforementioned Regular/Special Meeting of the Hamburg Township Municipal Utilities Committee.

Date: June 12<sup>th</sup>, 2024

HAMBURG TOWNSHIP UTILITIES COORDINATOR



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## **MEMORANDUM**

To: Patrick J. Hohl, Supervisor

Hamburg Township Utilities Committee

From: Brittany K. Campbell, Utilities Coordinator

Date: June 12<sup>th</sup>, 2024

Re: **Grinder Pump Station Sale Price Increase Recommendation** 

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The current price charged by the Township for a Simplex grinder pump station \$5,140.00 per unit. The new pricing per simplex unit is \$5,600.00 from the manufacturer. This is a price increase of  $\frac{460.00}{1000}$  per unit. The new grinder pump stations have been purchased as approved by the Board on June  $4^{th}$ , 2024.

At this time, we currently have 34 simplex grinder pumps in stock and with the additional units purchased it will bring the inventory to 89 pump stations. In an effort to help offset the price increase per unit, a four percent (4%) inventory/handling fee should be added to the cost of the current inventory in stock, as well as the new order of 55 Simplex grinder pump stations. which would increase the price to \$5,824.00 per unit. A good blended average pricing between the current inventory and our new 55 simplex pumps would be \$5,790.00 per unit. The cost per unit should be approved to help cover the pricing increase until the total inventory of 89 simplex grinder pump stations are used for grinder pump replacements and/or sold out.

There is currently one (1) Duplex grinder pump station in the Township inventory. The new order includes an additional duplex station so that we will have a total of 2 units available. Current pricing from the Township is \$6,500.00 per unit. The new manufacturer's price is \$9,100.00 per unit. The 4% inventory/handling charge would raise the price to \$9,465.00.

Therefore, I would suggest that the Township amend the current resale price for the Simplex grinder pump stations to \$5,790.00 per station and a price of \$9,465.00 per station for the Duplex grinder pump stations.