



COUNCIL ACTION SUMMARY SHEET

MEETING DATE: April 28, 2025

TOPIC 2025-2027 Tax Collection Services Agreement – Orion Township

BACKGROUND BRIEF:

Village Council is scheduled to consider approving a tax collection services agreement with Orion Township to permit the Township to collect the Village taxes for tax years 2025 through 2027. Attached is the proposed agreement as well as communication from Township Treasurer Matt Pfeiffer explaining the need to increase the fee to the Village.

SUMMARY OF PREVIOUS COUNCIL ACTION:

None

FINANCIAL IMPACT:

The current three-year contract provides for the Village to pay \$16,000 annually to the Township for tax collection services. The Township has proposed charging 1% of total tax collections annually, amounting to an estimated \$24,000 for 2025.

RECOMMENDED MOTION:

To approve the "Agreement Between Charter Township of Orion and Village of Lake Orion Concerning Tax Collection Fee" covering the period of July 1, 2025, through June 30, 2028, for the Township to provide tax collection services for the Village at a fee equal to one percent (1%) of scheduled collections; and to authorize the Village Manager and Village Clerk to execute the Agreement on behalf of the Village.