



COUNCIL ACTION SUMMARY SHEET

MEETING DATE: June 23, 2025

TOPIC FY 2025-26 Water and Sewer Rates

BACKGROUND BRIEF:

Council is scheduled to hold a public hearing on the proposed FY 2025-26 water and sewer rates and to consider adopting the rates after the hearing. Public Works Director will give a brief presentation on the rate model and proposed rates prior to the opening of the hearing.

SUMMARY OF PREVIOUS COUNCIL ACTION:

05/29/2025 – Council held a work session meeting to review and discuss the proposed FY 2025-26 water and sewer rates.

FINANCIAL IMPACT:

Water ready-to-serve charge is proposed to increase by \$16.01 per quarter from \$79.98 to \$95.99. Water commodity charge is proposed to increase by \$0.27 per unit from \$6.78 to \$7.05. The average customer using 1,500 cubic feet per quarter will realize an increase of 14% in their water bill.

Sewer ready-to-serve charge is proposed to increase by \$65.74 per quarter from \$98.96 to \$164.70. Sewer commodity charge is proposed to increase by \$1.80 per unit from \$7.17 to \$8.97. The average customer using 1,500 cubic fee per quarter will realize an increase of 44.9% This significant increase is due mainly to the \$3.5 million phase I sanitary sewer pump stations improvement project.

RECOMMENDED MOTION:

#1 – To open the public hearing to receive public comments on the proposed FY 2025-26 water and sewer rates.

#2 – To close the public hearing on the proposed FY 2025-26 water and sewer rates.

#3 – To adopt as presented the resolution established the FY 2025-26 sewer and water fees and charges pursuant to Chapters 51 and 53 of the Village of Lake Orion Code of Ordinances.