

Lathrup Services LLC
1224 East Windemere
Royal Oak, MI 48073

April 1, 2026

City of Lathrup Village
27400 Southfield Road
Lathrup Village, MI 48076

Subject: Request for Adjustment to Schedule of Fees

Dear Mayor & City Council:

On behalf of Lathrup Services LLC, I am writing to formally request an adjustment to the Schedule of Fees associated with the Master Services Agreement for the operation of the Department of Public Services for the City of Lathrup Village.

As noted in Section 2 of the Agreement, the Schedule of Fees may be amended from time to time upon the written agreement of both parties. Since the most recent agreement amendment in 2020, the costs associated with providing municipal public services have increased significantly. Over the past several years, Lathrup Services LLC has experienced substantial increases in labor costs, equipment maintenance, fuel, materials, insurance, and other operational expenses required to maintain the level of service expected by the City and its residents.

In particular, inflationary pressures since 2020 have significantly impacted the cost of fuel, vehicle and equipment maintenance, replacement parts, and employee wages necessary to remain competitive in the municipal services labor market. Insurance premiums and regulatory compliance costs have also increased during this period. While Lathrup Services LLC has worked diligently to absorb many of these increases and continues providing services efficiently, the cumulative impact of these rising costs has adjusted the fee schedule necessary to sustain operations at the current service level.

Despite these rising costs, the fee schedule has remained unchanged since 2023. In order to ensure the continued ability to provide reliable, high-quality public works services and to maintain adequate staffing, equipment, and operational capacity, Lathrup Services LLC respectfully requests to increase the Schedule of Fees total yearly sum from \$411,905.64 to \$453,096.20 (10% increase).

This adjustment reflects only a portion of the cumulative increases in operational costs since 2020 and is intended to help maintain the sustainability of the services provided under the Agreement. Lathrup Services LLC remains committed to delivering efficient and responsive public services to the City of Lathrup Village and its residents.

We respectfully request that the City review and consider this request and work with us to amend the Schedule of Fees accordingly. We would be happy to provide any additional information or documentation needed to assist in your review.

Thank you for your continued partnership and the opportunity to serve the City of Lathrup Village.

Sincerely,

Lathrup Services LLC

Randy Baldwin – Supervisor