



CITY OF NOVI CITY COUNCIL
APRIL 13, 2026

SUBJECT: Adoption of a Resolution to approve Amendment No. 7 to the Water Service Contract with the Great Lakes Water Authority to renew the contract.

SUBMITTING DEPARTMENT: Department of Public Works, Water & Sewer Division

KEY HIGHLIGHTS:

- Novi and the Great Lakes Water Authority have completed discussions related to Amendment No. 7 to the water service contract.
- Novi and GLWA have agreed to some operational adjustments that will result in a substantial reduction in revenue requirements.

BACKGROUND INFORMATION:

The City of Novi purchases their drinking water from the Great Lakes Water Authority (GLWA). GLWA member partner contracts are for 30 years and are on a 4-year review cycle to give opportunity to make any operational adjustments deemed appropriate. Following the review of Novi's water usage patterns, staff has determined that some adjustments to the contract are appropriate and will result in a reduction in revenue requirements (below table). The estimated reduction between \$800K to \$1M per year starts on July 1, 2027. The adjustments involve the reduction of the Maximum Day and Peak Hour values as reported in the attached administrative memo from April 2, 2026.

Amendment	Maximum Day Flow (MGD)	Peak Hour Flow (MGD)
Original Contract (2009)	18.6	34.5
Amendment No. 1 (2011)	16.8	24.5
Amendment No. 2 (2013)	17.5	28.0
Amendment No. 3 (2013)	17.9	28.6
Amendment No. 4 (2015)	19.0	19.0
Amendment No. 5 (2018)	17.0	19.0
Amendment No. 6 (2022)	17.0	19.0
Amendment No. 7 (2026) (currently proposed amendment)	15.3	16.5

MGD – Million Gallons Per Day

Amendment No. 7 to the Water Service Contract is also provided in the packet and has been reviewed by the City Attorney's office (Beth Saarela, March 19, 2026).

RECOMMENDED ACTION: Adoption of a Resolution to approve Amendment No. 7 to the Water Service Contract with the Great Lakes Water Authority to renew the contract.