

City of Southgate

Regular City Council Meeting

May 3, 2017

A Regular Meeting of the Council of the City of Southgate was held in the Municipal Council Chambers, 14400 Dix-Toledo Highway, Southgate, Michigan on Wednesday, May 3, 2017 and was called to order at 7:00 PM by Council President John Graziani.

This meeting began with the Pledge of Allegiance, followed by roll call.

Present: Bill Colovos, Mark Farrah, Karen George, John Graziani, Phillip Rauch, Chris Rollet, Dale Zamecki

Absent:

Also Present: Mayor Joseph G. Kuspa, City Administrator John Zech, ACA/Finance Director David Angileri, City Attorney Brandon Fournier, City Treasurer James Dallos, City Engineer John Hennessey, City Clerk Jan Ferencz, Public Safety Director Jeff Smith, Police Chief Brett Selby, Fire Chief Mike Sypula, Building Inspections Director Bob Casanova, Director of Public Services Bob Tarabula and Parks & Recreation Director Dustin Lent.

Minutes:

Moved by Rauch, supported by George, RESOLVED, that the minutes of the City Council Work Study Session dated April 19, 2017 be approved as presented. Carried unanimously.

Moved by Zamecki, supported by Rollet, RESOLVED, that the minutes of the Regular City Council Meeting dated April 19, 2017 be approved as presented. Carried unanimously.

Scheduled Hearings:

1. Moved by Rollet, supported by George, RESOLVED, that Council enters a public hearing to discuss the Mayor's Proposed Budget. Carried unanimously.

The regular meeting adjourned at 7:02 PM for scheduled hearings and reconvened at 7:06 pm.

Moved by Rauch, supported by Colovos, RESOLVED, that this public hearing be closed.

Carried unanimously

2. Moved by Rauch, supported by Colovos, RESOLVED, that Council enters a public hearing to discuss the Southgate-Wyandotte Drainage District. Carried unanimously.

The regular meeting adjourned at 7:06 PM for scheduled hearings and reconvened at 7:10 pm.

Moved by Farrah, supported by Rauch, RESOLVED, that this public hearing be closed.

Carried unanimously

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3. Moved by Rauch, supported by George, RESOLVED, that Council enters a public hearing to discuss the Proposed Water/Sewer Rate Increase. Carried unanimously.

The regular meeting adjourned at 7:11 PM for scheduled hearings and reconvened at 7:13 pm.

Moved by Rauch, supported by Zamecki, RESOLVED, that this public hearing be closed.

Carried unanimously

4. Moved by George, supported by Colovos, RESOLVED, that Council enters a public hearing to discuss the Demolition Order at 16100 Fort St. Carried unanimously.

The regular meeting adjourned at 7:13 PM for scheduled hearings and reconvened at 7:54 pm.

Moved by Rauch, supported by Colovos, RESOLVED, that this public hearing be closed.

Carried unanimously

Communications "A":

1. **Memo from ACA/Finance Director; Re: Southgate-Wyandotte Drainage District:**

Moved by Rollet, supported by Zamecki, RESOLVED that the Southgate City Council hereby adopts a resolution approving the 2017/2018 fiscal year apportionment for the City of Southgate as follows:

WHEREAS, the costs of operating, maintaining and replacing facilities, constructed by the Southgate-Wyandotte Relief Drain Drainage District have been apportioned by the Wayne County Drainage Board in accordance with Sections 468, 469 and 478 of the Michigan Drain Code, Act 40 of Michigan Public Acts of 1956, as amended and Section 14a of Act 51 of Michigan Public Acts of 1951, as amended, and in accordance with the Federal Water Regulations promulgated there under (Title 40 Code of Federal Regulations, Part 35); and,

WHEREAS, the City of Southgate is empowered by Section 490 of the Michigan Drain Code, Act 40 of Michigan Public Acts of 1956, Section 9 of Act 211 of Michigan Public Acts of 1956, and City of Southgate Charter Section 162 to enact user service charges for the Southgate-Wyandotte Relief Drain Drainage District by ordinance; and,

WHEREAS, the collection of such user service charges is necessary to fund the repair, operation and maintenance of the facilities of the Southgate-Wyandotte Relief Drain Drainage District and is essential to the public health, safety and welfare of users of said Southgate-Wyandotte Relief Drain Drainage District; and,

WHEREAS, a Public Hearing regarding the proposed user service charge apportionments promulgated by the Wayne County Drainage Board and the individual user service charges derived there from was held by the City Council, City of Southgate on May 3, 2017 and notice given to all the residents within the benefiting geographic area by publication in the local newspaper; and,

WHEREAS, such Public Hearing was held by the City Council to entertain views and comments from interested individuals regarding the individual user service charges for fiscal year July 1, 2017 through June 30, 2018.

NOW, THEREFORE, BE IT RESOLVED, that the City of Southgate does hereby adopt the following apportionment of costs of operating, maintaining and replacing facilities constructed by the Southgate-Wyandotte Relief Drain Drainage District as proposed by the Wayne County Drainage Board:

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<u>Public Corporation</u>	<u>Tentative Percentage of Costs</u>
City of Southgate, MI	42.708 %
City of Wyandotte, MI	50.322 %
State of Michigan	1.804 %
County of Wayne	<u>5.166 %</u>
TOTAL	100.00 %

BE IT FURTHER RESOLVED that the City of Southgate:

- 1) Affirms that the City's cost of operating and maintaining the Southgate-Wyandotte Drainage District for fiscal year July 1, 2017 through June 30, 2018 is estimated to be \$806,213; and,
- 2) Affirms that the City's cost of modernization and automation of the Southgate-Wyandotte Drainage District Treatment Facilities for fiscal year 07.01.17 through 06.30.18 is estimated to be \$659,179, and,
- 3) Assesses such annual costs less excess Fund Balance to benefiting property owners in compliance with the user charge formula **as identified in Exhibit A and attached hereby and incorporated herein by reference; and,**
- 4) Confirms the roll for all persons whose name appears on the tax rolls as owning land within the Southgate-Wyandotte Drainage District as prepared by the City Clerk and Finance Department and on file within City Hall incorporated herein by reference in its entirety.

BE IT FURTHER RESOLVED that user charges have been or shall be levied on the summer tax rolls of the owners of real property within the geographic areas as follows:

North: Brest Avenue, South: Pennsylvania Road, East: Fort Street, and

West: Generally comprised by the area commencing with McCann (on the south side) to Eureka, to Reeck, to I-75;

BE IT FURTHER RESOLVED, that the City of Southgate does hereby re-adopt the individual user charge formula, which formula is attached hereto as Exhibit A and incorporated herein in its entirety by reference thereto, which formula shall be kept in the Office of the City Clerk for review by any interested party.

BE IT FURTHER RESOLVED, that any individual who is aggrieved by the user charge formula adopted here in or aggrieved by the application of said formula to their property shall file a notice of same with the City Engineer, within twenty-eight (28) days of the annual adoption of the user charge, who shall review the complaint and make a recommendation to the City Council. The City Council shall deny, affirm, or modify such user charges in accordance with its rules. **The effective date of this Resolution shall be May 3, 2017 (the Public Hearing, in this regard, was May 3, 2017.)**

Motion carried unanimously.

2. Memo from ACA/Finance Director; Re: Water/Sewer and Capital Rate Increase:

Moved by Farrah, supported by Rauch, RESOLVED that the Southgate City Council hereby adopts a resolution establishing the new Water Rate at \$24.39 per 1,000 cubic feet and Capital Rate at \$8.00 per 1,000 cubic feet for fiscal year 2017/2018.

Motion carried unanimously.

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3. **Letter from ACA/Finance Director; Re: AT&T Utility Pole Removal:**

Moved by Zamecki, supported by Rollet, RESOLVED that the Southgate City Council hereby adopts a resolution concurring with the City engineer and awards a contract for AT&T Utility Pole Removal to AT&T CWO (220 Wisconsin Avenue, FLR 2, Waukesha, WI 53186) in the amount of \$24,052.33. BE IT FURTHER RESOLVED THAT adequate funds are available in the Major and Local Street Funds to cover this contract.

Motion carried unanimously.

4. **Memo from Administrator; Re: Demolition Order; 16100 Fort St:**

Moved by Colovos, supported by George, RESOLVED that the Southgate City Council hereby adopts a resolution approving the demolition order of a structure located at 16100 Fort St. in accordance with Chapter 1460 of the City of Southgate Codified Ordinances.

Motion carried unanimously.

5. **Memo from Administrator; Re: Water & Sewer Revenue Bond: Series 2017:**

Moved by Farrah, supported by Zamecki, RESOLVED that the Southgate City Council hereby adopts a resolution approving the Bond Resolution for the City of Southgate, State of Michigan Water & Sewer Revenue Bond, Series 2017.

Motion carried unanimously.

6. **Memo from Administrator; Bid Award; 2017 DWRP Water Main Lining:**

Moved by Rollet, supported by Zamecki, RESOLVED that the Southgate City Council hereby adopts a resolution awarding the bid for the 2017 Drinking Water Revolving Fund (DWRP) Water Main Lining Program to Fer-Pal Construction, USA, LLC (26187 Northline Road, Taylor, MI 48180) in the amount of \$3,199,965.50.

Motion carried unanimously.

7. **Memo from Administrator; Re: Resolution to Approve the Purchase Agreement between the City of Southgate and DTE Energy to convert certain street lights:**

Moved by George, supported by Farrah, RESOLVED that the Southgate City Council hereby adopts a resolution authorizing to enter into a Purchase Agreement between the City of Southgate and DTE Energy to convert street lights along Dix-Toledo, between Brest and Pennsylvania Road; and along Pennsylvania Road, between Allen and Fort Streets in the amount of \$88,600.00. BE IT FURTHER RESOLVED THAT the Mayor and City Clerk are authorized to sign the Purchase Agreement on behalf of the City of Southgate.

Motion carried unanimously.

8. **Memo from Deputy City Assessor; Re: Council Resolution:**

Moved by Zamecki, supported by Colovos, RESOLVED that the Southgate City Council hereby approves a resolution adopting the Policy and Procedure for Inspection and Copying of Assessment Records for the City of Southgate.

Motion carried unanimously.

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9. **Memo from Administrator; Re: Construction Services:**

Moved by Farrah, supported by Zamecki, RESOLVED that the Southgate City Council hereby approves a contract with Hennessey Engineers, Inc. (13500 Reeck Road, Southgate, MI 48195) in the amount of \$165,685 for Construction Services for the DWRP Water Main Lining Program. BE IT FURTHER RESOLVED THAT this is an eligible cost and would be paid through the Series 2017 Bond Sale.

Motion carried unanimously.

Claims and Accounts:

Moved by Farrah, supported by Zamecki, RESOLVED, that Claims and Accounts be paid as outlined on Warrant #1328 in the amount of \$3,632,551.09.

Carried unanimously.

Adjournment:

Moved by George, supported by Rauch, RESOLVED, that this Regular Meeting of the Southgate City Council be adjourned at 8:04 P.M. Carried unanimously.

John Graziani
Council President

Janice M. Ferencz
City Clerk