

# CITY COUNCIL PROCEEDINGS

St. Louis, Michigan  
June 15, 2021

The regular meeting of the Saint Louis City Council was called to order by Mayor James Kelly on Tuesday, June 1, 2021 at 6:00 p.m. via Zoom. Public participation was made available by Zoom or call-in.

Council Members Present: Mayor James C. Kelly, Roger L. Collison, George T. Kubin, William R. Leonard, Thomas L. Reed (all members participated from within the City of St. Louis)

Council Members Absent: None

City Manager: Kurt Giles  
City Clerk: Mari Anne Ryder  
Police Chief: Richard Ramereiz

Others in Attendance:

Keith Risdon – Public Services Director, Mark Abbott – Public Works Superintendent, Don Scherzer – Spicer Group, Sam Szaroletta – Spicer Group, Ralph Echinaw – St. Louis Sentinel

## **City Council Minutes.**

Moved by Kubin, supported by Reed, to approve the minutes of the Regular Meeting held on June 1, 2021.

Ayes: Kubin, Reed, Collison, Leonard, Kelly  
Nays: None  
Motion carried.

## **Public Hearing – Drinking Water State Revolving Project Plan.**

Mayor Kelly opened the Public Hearing at 6:04 p.m.

The Hearing was recorded as part of the requirements of the SRF.

City Manager Kurt Giles introduced Sam Szaroletta from Spicer Group to identify and discuss a few of the items that are required to be included in the Public Hearing.

Sam Szaroletta: Thanks Kurt. I am Sam Szaroletta with Spicer Group I've been working with the City to develop the DWRP Project Plan and I will try and keep things brief here just so the transcription goes a little bit fast but I have a little overview of the project. I would like to talk about the project schedule and then kinda give you guys an opportunity for any questions,

comments or clarification. So like we've said before this is the Public Hearing for the City of St. Louis' Project Plan and application to the Michigan Department Environment Great Lakes Energy also known as EGLE to the Drinking Water State Revolving Fund. The Public Hearing is just intended to provide a forum for any public inputs answering questions, any comments, clarifications etcetera and like we've already talked about the meeting minutes from this hearing will need to be included in the project plan submittal that will be submitted by July 1<sup>st</sup> along with the affidavit of publication for the hearing advertisement that was listed in the newspaper as well as a list of all the attendees. So that's all we'll need for that. Then the meeting minutes should be verbatim and the Resolution will need to be passed at the end of this hearing. So just a brief overview of the project we have worked with the City and understand that there is a thousand water services with unknown materials of construction and the project would also include up to replacement of up to 600 lead services and the overall project is the proposed project estimate of cost is 4.9 million dollars and due to EGLE'S determination upfront the City is qualified as disadvantaged and that essentially qualifies the City for Booker Funds which means you have up to three million dollars in principle forgiveness on the loan for the replacement of lead and or galvanized water services. One thing to mention is that these funds are provided strictly for the construction costs associated with lead and or galvanized water service replacement and with all their associated costs being assumed by the applicant which is the City. The project schedule is requested right now for third quarter funding of 2022 so actually what that means is we are going to submit the overall application by July 1<sup>st</sup> of this year then based on previous projects we are typically going to find out some time in September or October of this year and with the general amount of applicants this year I would not be surprised if we find out sometime in October but once we find out that we have been awarded that we're qualified for monies actually we will be able to then start design of the project. Design typically would go in somewhere between August excuse me October, November into January or February with bidding being in March 2022. Then construction would at least begin sometime in August 2022 so with that being said as a quick brief update of the project and at this time I would be happy to field any questions or get any comments from you guys.

Sam, Tom Reed here what did you say the total cost would be.

Sam: Our estimate is 4.9 million dollars.

Tom: So you're saying the City of St. Louis would be responsible for about 1.9 million?

Sam: Correct.

Tom: That would if we were awarded that grant, that would take every citizen of St. Louis their homes would be the pipes would be changed and the of all homes in St. Louis?

Sam: No. So the 4.9 Million Dollars is broken down into two divisions we'll call it. Division A is the identification of unknown service materials so what we'll do is a contractor will come for the City, excuse me, the City in this case would hydro excavate at the curb stop, identify what the material of the service is of the home basically. So you'll have a home, or excuse me a service from the road to the curb stop then the curb stop to the home. If that material is copper we're good to go. We'll also need verification inside the home if that line is lead and or

galvanized previously connected to lead then we'll need to replace those services so it really depends on the material. We are only going to be replacing lead and or galvanized services in this project. Does that answer your question?

Tom: It does.

Mayor Jim Kelly: Of the 4.9 million, I'm assuming a lot of that is labor that we would provide anyway?

Sam: Ya, so the estimate is broken down into those two categories, division A which is the identification and verification of the materials we have estimated that at being \$750.00 a service, one thousand services so \$750,000.00. It's my understanding the City would be able to provide some of that if not most or all, but in the purposes of this project plan we assume that a contractor is going to be doing that work. So at the worst case scenario you looking at \$750,000.00 in identification, 3 million in replacement and then miscellaneous fees associated with engineering, construction administration, legal admin bonding etc. for a total of 4.9 million. So that's the worst case scenario.

Tom: Question for Mark, let's just take an example of Pine Street the pipes and sewers there need to be replaced how does that effect the schedule as far as the construction of the new road then?

Mark Abbott: As far as what, I'm not sure what you're asking?

Mark: This is for the home services.

Tom: Won't those pipes be changed as well?

Mark: That's a part of a different project.

Kurt Giles: They would be replaced like the Maple Street project was recently so depending on the timing we would be addressing that anyway through a separate construction project.

Roger Collison: To follow up on Tom's question if I may so if your on Pine Street and you determine that a house has lead pipes going into their home you wouldn't deal with that at this time?

Kurt: We would anyways now days and any other watermain replacement project we would normally replace up to the curb stop with copper service lead. Now since the revised lead and copper we are looking at the rest of the service line up into the home as well.

Roger: I have one other question, how did you come up with the 1,000 homes? Is that an estimate Sam?

Sam: Ya that number was provided by the City.

Keith Risdon: Roger, back in 2021 we had to certify a preliminary number of material services. So what I did was I went through all 1,400 of the City's cards that we have and those are cards that we have no information on. So we had to either verify lead or no lead or unknown. Those would be identified as unknown so roughly 1,000 of our 1,400 we don't have information on. So that's how that was determined.

Roger: Ok, thank you.

Mayor Kelly: We for a number of years any time we determined it was lead, it was replaced. That should have eliminated a lot of the fines I would hope.

Keith: The difference is though Jim is that we did that for a number of years, way before I got here. We have been replacing them on the public side. From the tap to the shut off valve or the curb box.

Mayor Kelly: OK

Keith: The changes in 2018 requires us to also consider investigate, verify and replace if needed between the curb box and meter.

Mayor Kelly: Ok, so the target moved I just didn't catch.

Mayor Kelly asked for any other questions or comments.

Mayor Kelly: I will declare the public hearing closed at this time.

6:16 p.m.

Mayor Kelly asked for a motion to adopt Resolution 2021-07.

The following Resolution was moved by Reed and supported by Kubin:

**Resolution 2021-07** Adopting A Final Project Plan for Water System Improvements and Designating an Authorized Project Representative.

**WHEREAS**, the City of St. Louis recognizes the need to make improvements to its existing water treatment and distribution system; and

**WHEREAS**, the City of St. Louis authorized Spicer Group to prepare a Project Plan, which recommends the construction of The Disadvantaged Community Lead Service Line Replacement Program; and

**WHEREAS**, said Project Plan was presented at a Public Hearing held on June 15, 2021 and all public comments have been considered and addressed;

**NOW THEREFORE BE IT RESOLVED**, that the City of St. Louis formally adopts said Project Plan and agrees to implement the selected alternative.

**BE IT FURTHER RESOLVED**, that the Public Services Director, a position currently held by Keith Risdon, is designated as the authorized representative for all activities associated with the project referenced above, including the submittal of said Project Plan as the first step in applying to the State of Michigan for a Drinking Water Revolving Fund Loan to assist in the implementation of the selected alternative.

Yeas: Reed, Kubin, Collison, Leonard, Kelly

Nays:

Resolution Declared Adopted

**Public Hearing – 2020/2021 Budget Amendments.**

Mayor Kelly opened the Public Hearing at 6:19 p.m.

Mayor Kelly asked for Public Comments.

There were no comments.

Mayor Kelly closed the Public Hearing at 6:19 p.m.

**Resolution 2021-08 Budget Amendments**

The following preamble and resolution was offered by Member Collison, and supported by Member Leonard:

**WHEREAS**, the City Council adopted a budget estimating revenues and expenditures for 2020-2021 fiscal year on May 27, 2020, as required by Chapter VII, Section 7 of the City Charter and Act 2, Michigan Public Acts of 1968, as amended, and

**WHEREAS**, during the fiscal year, certain unforeseen circumstances have arisen which has caused need to amend the budget, and

**WHEREAS**, the City Council in accordance with Act 621 Michigan Public Acts of 1978, as amended, has set the date of June 15, 2021 for a public hearing at 6:00 o'clock PM, or as soon thereafter as the agenda permits, to receive citizen comment on the proposed amended budget as presented herein. A copy of the affidavit of publication of said public hearing is on file with the City Clerk.

**NOW, THEREFORE, BE IT RESOLVED**, the City Council, after such hearing thereon and consideration thereof, does hereby adopt said amended budget as represented herein.

**BE IT FURTHER RESOLVED**, the City Manager is hereby authorized to transfer amounts between activities or functions within a fund's budget a sum not to exceed \$ 20,000.

**BE IT FURTHER RESOLVED**, that the City Treasurer be authorized and directed to make such additional transfers between the various funds in accordance with the amendments to arrive at a final budget as follows:

GENERAL FUND

REVENUES		EXPENDITURES	
Taxes	\$ 758,210	General Government	
Special Assessments	105,400	Legislative	\$ 15,000
License & Permits	13,650	Executive	30,265
Intergovernmental	731,087	Clerk	34,734
Charges for Services	621,350	Assessing	73,710
Fines & Forfeitures	1,000	Finance	82,616
Interest & Rents	3,249	Elections	25,689
Other Revenue	77,017	Corporate Council	10,000
Other Financing Sources	-	Hall & Grounds	182,003
		Public Safety	
		Police	877,384
		Fire	113,080
		Building & Code Enforcement	98,594
		Public Works	
		Cemetery	118,519
		Public Works	205,116
		Community & Economic Development	
		Planning	2,000
		Development	99,296
		Industrial Park	17,942
		Community Promotion	21,734
		Recreation & Culture	
		Pool	32,071
		Parks Maintenance	95,899
		Debt	120,072
		Contingency	-
From Fund Balance	-	To Fund Balance	55,239
Total Revenues	\$ 2,310,963	Total Expenditures	\$ 2,310,963

CEMETERY PERPETUAL CARE FUND

<u>REVENUES</u>		<u>EXPENDITURES</u>	
Charges for Services	\$ 2,890	Other Financing Uses	\$ -
Interest & Rents	2,050		
Other Financing Sources	-	Other Financing Uses	-
From Fund Balance	-	To Fund Balance	4,940
Total Revenues	<u>\$ 4,940</u>	Total Expenditures	<u>\$ 4,940</u>

MAJOR STREET FUND

<u>REVENUES</u>		<u>EXPENDITURES</u>	
Intergovernmental	\$ 829,682	Highways Streets & Bridges	\$ 1,006,942
Interest & Rents	650		
Other Revenue	5,362		
Other Financing Sources	250,000	Other Financing Uses	136,170
From Fund Balance	57,418	To Fund Balance	-
Total Revenues	<u>\$ 1,143,112</u>	Total Expenditures	<u>\$ 1,143,112</u>

LOCAL STREET FUND

<u>REVENUES</u>		<u>EXPENDITURES</u>	
Intergovernmental	\$ 221,987	Highways Streets & Bridges	\$ 472,792
Interest & Rents	-		
Other Revenue	-		
Other Financing Sources	136,170	Other Financing Uses	-
From Fund Balance	114,135	To Fund Balance	-
Total Revenues	<u>\$ 472,292</u>	Total Expenditures	<u>\$ 472,792</u>

DOWNTOWN DEVELOPMENT AUTHORITY

<u>REVENUES</u>		<u>EXPENDITURES</u>	
Taxes	\$ 30,239	Community & Economic Development	\$ 14,787
Interest & Rents	6,568	Debt Service	-
Other Revenue	-	Other Financing Uses	-
From Fund Balance	-	To Fund Balance	22,020
Total Revenues	<u>\$ 36,807</u>	Total Expenditures	<u>\$ 36,807</u>

T.A. CUTLER MEMORIAL LIBRARY

REVENUES		EXPENDITURES	
Intergovernmental	\$ 178,512	Recreation & Culture	210,713
Charges for Services	-		
Fines & Forfeitures	65,917		
Interest & Rents	717		
Other Revenue	15,590		
Other Financing Sources	-	Other Financing Uses	-
From Fund Balance	-	To Fund Balance	50,023
Total Revenues	\$ 260,736	Total Expenditures	\$ 260,736

The vote on the foregoing resolution was as follows:

Ayes: Collison, Leonard, Kubin, Reed, Kelly

Nays: None

Absent: None

Resolution declared adopted.

**Public Hearing 2021/2022 Budget Adoption.**

Mayor Kelly opened the Public Hearing at 6:20 p.m.

Mayor Kelly asked for Public Comments.

There were no comments.

Mayor Kelly closed the Public Hearing at 6:20 p.m.

**Resolution 2021-09 Adopting the 2021/2022 Budget.**

**WHEREAS**, the City Manager has submitted and filed with the City Council a proposed budget estimating revenues and expenditures for 2021-2022 fiscal year, as required by Chapter VII, Section 7 of the City Charter and Act 2, Michigan Public Acts of 1968, as amended, and

**WHEREAS**, the City Council in accordance with Act 621 Michigan Public Acts of 1978, as amended, has set the date June 15, 2021 for a public hearing at 6:00 o'clock PM, or as soon thereafter as the agenda permits, to receive citizen comment on the proposed budget as presented herein. A copy of the affidavit of publication of said public hearing is on file with the City Clerk.

**NOW, THEREFORE, BE IT RESOLVED**, the City Council, after such hearing thereon and consideration thereof, does hereby adopt said budget as represented herein and fixes the tax of fifteen (15) mills for general operating purposes, to be raised by a general ad valorem tax upon owners of real and personal property in the City, by the authority granted, and in accordance with



the Michigan Constitution, the General Property Tax Act 206, Michigan Public Acts of 1893, as amended, and City Charter, Chapter VII, subject to limitations therein.

**BE IT FURTHER RESOLVED**, that the City Treasurer be authorized and directed to make such transfers between the various funds in accordance with the adoption of the budget as follows:

GENERAL FUND

REVENUES	EXPENDITURES
Taxes	General Government
\$ 778,565	Legislative
Special Assessments	Executive
108,640	Clerk
License & Permits	Assessing
18,150	Finance
Intergovernmental	Elections
657,986	Corporate Council
Charges for Services	Hall & Grounds
747,641	Public Safety
Fines & Forfeitures	Police
600	Fire
Interest & Rents	Building & Code Enforcement
5,350	Public Works
Other Revenue	Cemetery
13,700	Public Works
Other Financing Sources	Community & Economic Development
-	Planning
	Development
	Industrial Park
	Community Promotion
	Recreation & Culture
	Pool
	Parks Maintenance
	Debt
	Contingency
	To Fund Balance
From Fund Balance	-
231,687	Total Expenditures
Total Revenues	\$ 2,562,319
\$ 2,562,319	\$ 2,562,319

CEMETERY PERPETUAL CARE FUND

<u>REVENUES</u>		<u>EXPENDITURES</u>	
Charges for Services	\$ 2,500	Other Financing Uses	\$ -
Interest & Rents	2,050		
Other Financing Sources	-	Other Financing Uses	-
From Fund Balance	-	To Fund Balance	4,550
Total Revenues	<u>\$ 4,550</u>	Total Expenditures	<u>\$ 4,550</u>

MAJOR STREET FUND

<u>REVENUES</u>		<u>EXPENDITURES</u>	
Intergovernmental	\$ 950,775	Highways Streets & Bridges	\$ 1,131,550
Interest & Rents	650		
Other Revenue	13,171	Other Financing Uses	141,444
Other Financing Sources	300,000	To Fund Balance	-
From Fund Balance	8,398	Total Expenditures	<u>\$ 1,272,994</u>
Total Revenues	<u>\$ 1,272,994</u>		

LOCAL STREET FUND

<u>REVENUES</u>		<u>EXPENDITURES</u>	
Intergovernmental	\$ 227,904	Highways Streets & Bridges	\$ 489,468
Interest & Rents	500		
Other Revenue	-	Other Financing Uses	-
Other Financing Sources	141,444	To Fund Balance	-
From Fund Balance	119,620	Total Expenditures	<u>\$ 489,468</u>
Total Revenues	<u>\$ 489,468</u>		

DOWNTOWN DEVELOPMENT AUTHORITY

<u>REVENUES</u>		<u>EXPENDITURES</u>	
Taxes	\$ 32,997	Community & Economic Development	\$ 15,532
Interest & Rents	6,648	Debt Service	-
Other Revenue	-	Other Financing Uses	-
From Fund Balance	-	To Fund Balance	24,113
Total Revenues	<u>\$ 39,645</u>	Total Expenditures	<u>\$ 39,645</u>

T.A. CUTLER MEMORIAL LIBRARY

REVENUES		EXPENDITURES	
Intergovernmental	\$ 194,116	Recreation & Culture	265,188
Charges for Services	-		
Fines & Forfeitures	33,062		
Interest & Rents	725		
Other Revenue	12,926		
Other Financing Sources	-	Other Financing Uses	-
From Fund Balance	24,359	To Fund Balance	-
Total Revenues	<u>\$ 265,188</u>	Total Expenditures	<u>\$ 265,188</u>

**BE IT FURTHER RESOLVED**, that the City Manager be authorized to direct transfers between department levels of up to \$5,000 and to allocate contingency to functions as needs arise.

The foregoing resolution was offered by Council Member Kubin, and supported by Council Member Reed.

The vote on the foregoing resolution was as follows:

Ayes: Kubin, Reed, Collison, Reed, Kelly

Nays: None

Absent: None.

Resolution declared adopted.

### **Claims & Accounts.**

City Council discussed the Claims & Accounts.

Moved by Kubin, supported by Reed, to approve the Claims & Accounts in the amount of \$238,515.13.

Ayes: Kubin, Reed, Collison, Leonard, Kelly

Nays: None

Motion carried.

### **Monthly Reports.**

City Council discussed the May, 2021 Monthly Reports.

Moved by Collison, supported by Leonard, to receive the May, 2021 Monthly Reports and place on file.

Ayes: Collison, Leonard, Kubin, Reed, Kelly

Nays: None

Motion carried.

**Audience Recognition.**

Ralph Echtenaw inquired about annexation and expired license plates.

**Consent Agenda.**

Mayor Kelly requested approval/receipt of Consent Agenda items “a” through “b” as shown below:

- a. Payment to Fishbeck for Professional Services – Well 12.
- b. Purchase/Payment to T & R Electric for Transformer for Michigan Avenue Pump Station.

Moved by Reed, supported by Kubin, to approve Consent Agenda items “a” through “b.”

Ayes: Reed, Kubin, Collison, Leonard, Kelly

Nays: None

Motion carried.

**New Business.**

**Professional Services – Sanitary Sewer, Water Main & Road Construction from Mill Street to Pine; Pine Street from Center to M-46.**

Manager Giles requested members approve the Professional Services Agreement with Spicer Group for Sanitary Sewer, Water Main & Road Construction from Mill Street to Pine; Pine Street from Center to M-46 in the amount of \$45,600.00.

Discussion was held.

Moved by Reed, supported by Kubin, to approve the Professional Services Agreement with Spicer Group for Sanitary Sewer, Water Main & Road Construction from Mill Street to Pine; Pine Street from Center to M-46 in the amount of \$45,600.00.

Ayes: Reed, Kubin, Collison, Leonard, Kelly

Nays: None

Motion carried.

**Professional Services Agreement – Water Main Replacement, M-46 to Watson to Pine Street.**

Manager Giles requested members approve the Professional Services Agreement with Spicer for Water Main Replacement, M-46 to Watson to Pine Street with Spicer Group in the amount of \$32,200.00.

Discussion was held.

Moved by Collison, supported by Kubin, to approve the Professional Services Agreement with Spicer for Water Main Replacement, M-46 to Watson to Pine Street with Spicer Group in the amount of \$32,200.00.

Ayes: Collison, Kubin, Leonard, Reed, Kelly

Nays: None

Motion carried.

**Resolution 2021-10 Establishing Water and Wastewater Rate Schedule.**

Manager Giles requested members adopt Resolution 2021-10, which establishes the Water and Wastewater Rate Schedule.

Discussion was held.

The following preamble and resolution was offered by Kubin, and supported by Leonard:

**Water Rate Schedule**

These rates shall be effective for all bills due and payable September 1, 2021, and thereafter:

(a)	Gallons per month	Charge per 1,000 Gallons
	Commodity Charge	\$4.64

A separate meter may be installed, at the customers expense, to measure water used FOR cooling purposes. If water is used for cooling purposes, and the water is not discharged to a sanitary sewer wastewater charges are not applicable.

(b) To the above commodity charge established in subsection (a), there shall be added a readiness to service (RTS) charge to cover fixed costs, based on meter size as follows:

Meter Size	Monthly RTS Charge
5/8 inch	\$23.81
3/4 inch	\$23.81
1 inch	\$35.51
1 ¼ inch	\$43.29

1 ½ inch	\$47.96
2 inch	\$63.27
3 inch	\$87.24
4 inch	\$126.22
6 inch	\$196.13
8 inch	\$272.52
Monthly Water Flat Fee:	\$49.28
Outside City Water (2x):	\$98.56

- (c) For non-metered flat rate customers, within the City, the charge shall be a minimum of \$49.28, which shall include the monthly service charge.
- (d) For flat rate customers, outside the City, the charge shall be a minimum of \$98.56 per month, which shall include the monthly service charge or base rates.
- (e) For customers outside the corporate limits, the charges shall be double the city commodity rate and service charge based on meter size when no rate agreement exists between the City and the Township.
- (f) All other charges in effect shall remain the same.

**Sewer Rate Schedule**

- (a) The monthly sewer bill shall be based on the water usage at the following rates:

Commodity Charge	\$5.84/1,000 gallons
------------------	----------------------

Monthly RTS Charge Based on Water Meter Size:

5/8 inch	\$27.39
3/4 inch	\$27.39
1 inch	\$40.84
1 ¼ inch	\$49.79
1 ½ inch	\$55.15

2 inch	\$72.77
3 inch	\$100.34
4 inch	\$145.16
6 inch	\$225.56
8 inch	\$313.42
Non-metered customers	\$60.86
Non-metered, non-City residents, when no rate agreement exists between the City and Township	\$121.72

(b) All other charges in effect shall remain the same.

The vote on the foregoing resolution was as follows:

Ayes: Kubin, Leonard, Collison, Reed, Kelly

Nays: None

Resolution declared adopted.

**Resolution 2021-11 Establishing Solid Waste Rates.**

Manager Giles requested members adopt Resolution 2021-11, which establishes Solid Waste Rates.

Discussion was held.

The following preamble and resolution was moved by Collison, supported by Leonard.

**Solid Waste Rate Schedule**

These monthly rates shall be effective as of July 1, 2021 and thereafter:

Solid Waste Collection \$15.51, Hazardous Waste Collection \$0.45 and Yard Waste Collection \$13.71.

Be it further resolved, the owners or occupants of all residential dwellings within the City of St. Louis are required to subscribe to all components of Solid Waste Service on a continual basis.

AYES: Collison, Leonard, Kubin, Reed, Kelly

NAYS: None

Resolution declared adopted.

**Resolution 2021-12 Establishing Electric Service Rates.**

Manager Giles requested member adopt Resolution 2021-12, which establishes Electric Service Rate.

Discussion was held.

Members took no action on Resolution 2012-12.

In addition to the following rate adjustments, all customer classes are subject to a Power Cost Adjustment (PCA) factor which will be used to balance power supply costs with customer charges. PCA factor shall be calculated monthly in accordance with the PCA Rider contained herein.

Residential Service

**Rate A-1**

Distribution Service:

Customer Charge	@ \$11.70	per month
Energy Charge	@ \$0.05130	per kwh

Generation & Transmission Service

Energy Charge:	@ \$0.06790	per kwh
----------------	-------------	---------

Energy Optimization Charge:	@ \$0.00225	per kwh
-----------------------------	-------------	---------

PCA	Variable	per kwh
-----	----------	---------

Residential Water Heater Service  
Rate A-2

Distribution Service:

Customer Charge	@ \$11.70	per month
Energy Charge	@ \$0.05130	per kwh

Generation & Transmission Service

Energy Charges:		
First 650 kwh	@ \$0.06790	per kwh
Over 650 kwh	@ \$0.06300	per kwh

Energy Optimization Charge:	@ \$0.00225	per kwh
-----------------------------	-------------	---------



PCA Variable per kwh

Residential Electric Heat (with or without electric water heater)  
Rate A-3

Distribution Charge

Customer Charge @ \$11.70 per month  
Energy Charge @ \$0.05130 per kwh

Generation & Transmission Service

Energy Charges:  
First 650 kwh @ \$0.06790 per kwh  
Over 650 kwh @ \$0.06500 per kwh

Energy Optimization Charge: @ \$0.00225 per kwh

PCA Variable per kwh

General Service  
Rate B

Distribution Service:

Customer Charge @ \$25.00 per month  
Energy Optimization Charge: @ \$4.09 per month  
Energy Charge @\$0.03900 per kwh

Generation & Transmission Service:

Energy Charge @ \$0.10340 per kwh

PCA Variable per kwh

**General Service  
Rate C**

Distribution Service:

Customer Charge @ \$60.00 per month  
Energy Optimization Charge: @ \$70.20 per month  
Demand Charge:  
All kw @ \$4.00 per billing kw  
Energy Charge  
First 180 kWh per kw @ \$0.02610 per kWh  
Over 180 kWh per kw @ \$0.02610 per kWh

Generation & Transmission Service:

Demand Charge:		
All kw	@ \$ 10.80	per billing kw
Energy Charge:		
All kWh	@ \$0.045000	per kWh
PCA	Variable	per kWh
Large Power		
	<b>Rate D</b>	
Distribution Service:		
Customer Charge	@ \$125.00	per month
Energy Optimization Charge:	@ \$452.02	per month
Demand Charge	@ \$12.00	per billing kw
Primary Service Discount	@ \$1.56	per billing kw
Generation & Transmission Service:		
Demand Charge		
All kw	@ \$11.00	per billing kw
Energy Charge		
All kWh per kw	@ \$0.05265	per kWh
PCA	Variable	per kWh

RATE EFFECTIVE FOR BILLS RENDERED  
ON AND AFTER September 1, 2021

**ST. LOUIS, MICHIGAN  
ELECTRIC SERVICE SCHEDULE  
POWER COST ADJUSTMENT RIDER (PCA)**

**POWER COST ADJUSTMENT RIDER (PCA)**

**Applicability:**

The PCA will apply to all Electric Rate Schedules except non-metered and special contract rates.

**Calculation:**

The PCA will be calculated using the most recent six month's actual power cost and applied to each customer's monthly billed energy (kWh).

The PCA Adjustment shall be calculated according to the following formula:

$$\mathbf{PCA = ((P/S) + L) - B}$$

**P** = Wholesale power supplier cost

Cost of power during previous six-month period calculated using the most recent six month's actual power cost plus periodic true up of accumulated positive or negative balance.

**S** = Number of kilowatt-hours sold during the same time period as factor "P".

**L** = System annual average losses (7.2%).

**B** = Average cost of power per kilowatt-hour recovered through base retail rates (\$0.06743).

Schedule PCA  
Page 1 of 1

**Ratification of Tentative Agreement for Water/Wastewater/DPW Division.**

Manager Giles requested members ratify the Tentative Agreement for Water/Wastewater/DPW Division.

Discussion was held.

Moved by Reed, supported by Kubin, to ratify the Tentative Agreement for Water/Wastewater/DPW Division.

Ayes: Reed, Kubin, Collison, Leonard, Kelly

Nays: None

Motion carried.

Manager Giles thanked Member Collison for his expertise and experience.

### **Ratification of Tentative Agreement for Electric Division.**

Manager Giles requested members ratify the Tentative Agreement for Electric Division.

Discussion was held.

Moved by Collison, supported by Reed, to ratify the Tentative Agreement for Electric Division.

Ayes: Collison, Reed, Kubin, Leonard, Kelly

Nays: None

Motion carried.

Members thanked Member Collison for his participation.

### **Purchase of 800 MHZ Radios for Police Department.**

Manager Giles requested members approve the purchase of 16 – 800 MHZ Radios from the County of Gratiot in the amount of \$2,500.00 each for a total amount of \$40,000.00.

Discussion was held.

Moved by Reed, supported by Leonard, to approve the purchase of 16 – 800 MHZ Radios from the County of Gratiot in the amount of \$40,000.00.

Ayes: Reed, Leonard, Collison, Kubin, Kelly

Nays: None

Motion carried.

### **City Manager Report.**

Nothing to report.

**City Clerk Report.**

Nothing to report.

**Police Chief Report.**

Nothing to report.

**Council Comments.**

Member Kubin asked about staffing at the pool. Manager Giles said they have staff hired and it was a group effort.

Member Collison stated the ½ Court basketball court at Lincoln Park is being installed.

Mayor Kelly asked about DDA Director Phil Hansen's Dad.

**Public Comments.**

There were no comments.

**Adjournment.**

Moved by Reed, supported by Leonard, to adjourn at 7:33 p.m.

Ayes: Reed, Leonard, Collison, Kubin, Kelly

Nays: None

Motion carried.

The July 6<sup>th</sup> Council Meeting will be held in person.

Mari Anne Ryder, City Clerk