

A. CALL TO ORDER:

A Regular Meeting of the Troy City Council was held on Monday, August 10, 2015, at City Hall, 500 W. Big Beaver Rd. Mayor Slater called the meeting to order at 6:00 PM.

B. ROLL CALL:

- a) Mayor Dane Slater
- Jim Campbell
- Steve Gottlieb
- Dave Henderson
- Ellen Hodorek
- Ed Pennington
- Doug Tietz – Arrived at 6:03 PM

C. DISCUSSION ITEM:

C-1 Great Lakes Water Authority

Mayor Slater called the meeting to order. City Manager Brian Kischnick introduced the topic. Mr. Tim Richnak, Director of Public Works, and Mr. Tom Darling, Financial Services Director, began the discussion of Great Lakes Water Authority.

Mr. Kischnick introduced Mr. Bob Daddow, Deputy County Executive for Oakland County and Chairperson of the Great Lakes Water Authority, and Ms. Sue McCormick, Interim CEO of Great Lakes Water Authority, who continued the discussion with a presentation.

Mayor Pro Tem Campbell asked what will happen if Wayne County enters into bankruptcy. Mr. Daddow answered that if Wayne County enters into bankruptcy, it will have little to no effect on the GLWA arrangement.

Council Member Hodorek thanked Mr. Daddow and Ms. McCormick for their presentation. She asked what GLWA needs from the City of Troy. Ms. McCormick answered that first they need Troy to sign the contract with GLWA. She said that there are outreach programs in place for customers including educational opportunities regarding condition assessment, Waste Water Master Plan development and regional solutions for issues. Mayor Slater commented that Troy would be happy to participate in available programs. He asked about the 4% revenue increase question. Mr. Daddow commented that the formula is rates multiplied by units equals revenue. He said that 4% refers to the revenue increase requirement where the revenue can only increase up to 4% per year. As water units drop, rates have to increase in order to continue to capture the revenue requirement. Mayor Slater asked for clarification on the issue of covering Detroit's water costs and Highland Park's water costs. Mr. Daddow said that there is an agreement being worked on, and it should be finalized in the next few months. He said that Detroit is responsible for Detroit's water costs and the only issue is Highland Park's costs. Ms. McCormick commented that the assumption is zero income from Highland Park's collections.

Council Member Pennington asked at what point do the bond holders sign off on this agreement. Ms. McCormick answered that it must be sometime before January 1, 2016. She

said that one requirement is the GLWA will get at least the same bond rating that was given to DWSD, and she feels there should be an upgrade for GLWA's bonds.

Mayor Slater asked when they would like a vote from Troy. Ms. McCormick answered they would like a vote as soon as possible.

Mayor Slater thanked Mr. Daddow and Ms. McCormick for attending and presenting at this meeting.

Mayor Slater said that City Council may have a resolution regarding the Great Lakes Water Authority in the next few Council Meetings.

D. PUBLIC COMMENT: No Public Comment was received.

E. ADJOURNMENT:

The Meeting **ADJOURNED** at 7:06 PM.



Mayor Dane Slater



M. Aileen Dickson, CMC
City Clerk