

Allen Park Belleville Brownstown Twp. Dearborn Heights Ecorse Lincoln Park	<b>Downriver Utility Wastewater Authority</b>  <b>25605 Northline Road • Taylor, Michigan 48180</b>	River Rouge Riverview Romulus Southgate Taylor Van Buren Twp. Wyandotte
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**Downriver Utility Wastewater Authority Board of Commissioners**

**General Certificate**

The undersigned hereby certified that (i) the Resolution 2024-004 regarding 'Resolution Adopting the 2025 & 2026 Budget' attached hereto is a true and complete copy of the Resolution duly passed by the Downriver Utility Wastewater Authority Board of Commissioners at a meeting held on December 12, 2024 at which meeting a quorum was presented and remained throughout, (ii) the original thereof is on file in the records of the Downriver Utility Wastewater Authority Board of Commissioners, (iii) the meeting was conducted, and public notice thereof was given, pursuant to and in full compliance with the Open Meetings Act (Act No. 267, Public Acts of Michigan, 1976, as amended) and (iv) Minutes of such meetings were kept and will be or have been made available as required thereby.


YES: (11) Allen Park, Brownstown Township, Dearborn Heights, Ecorse, River Rouge, Riverview, Romulus, Southgate, Taylor, Van Buren Township, Wyandotte

NO: None

ABSTAIN: None

ABSENT: (2) Belleville and Lincoln Park

Dated: December 12, 2024

  
 By: Gail McLeod, City of Allen Park  
 Title: DUWA Chairperson

<p>Allen Park Belleville Brownstown Twp. Dearborn Heights Ecorse Lincoln Park</p>	<p><b>Downriver Utility Wastewater Authority</b></p> <p><b>25605 Northline Road • Taylor, Michigan 48180</b></p>	<p>River Rouge Riverview Romulus Southgate Taylor Van Buren Twp. Wyandotte</p>
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## Resolution Adopting the 2025 & 2026 Budgets

Agenda of: December 12, 2024  
Item No.: **2024-004**

**TO:** Downriver Utility Wastewater Authority  
Board of Commissioners

**FROM:** Jason Couture, City of Taylor  
DUWA Treasurer

**DATE:** December 12, 2024

**RE:** Resolution Adopting the 2025 & 2026 Budgets

### MOTION

Upon recommendation of Jason Couture (City of Taylor), DUWA's Treasurer, the Board of Commissioners (Board) of the Downriver Utility Wastewater Authority (DUWA):

- 1) Approves the attached resolution, 2024-004 adopting the 2025 & 2026 Budgets for DUWA;
- 2) Notes that a majority vote is necessary for the approval of this resolution; and
- 3) Authorizes the Chairperson, Treasurer, or Accountant to take such other action as may be necessary to accomplish the intent of this vote.

### BACKGROUND

The Downriver Utility Wastewater Authority (DUWA) assumed the operation of the regional sewer system on September 27, 2018 (the 'Effective Date') pursuant to the Definitive Transfer Agreement between DUWA and Wayne County, dated September 27, 2018. DUWA's Articles of Incorporation, dated August 12, 2015, require DUWA to prepare and adopt an annual budget upon assuming exclusive control over management, administration, ownership, and operation of the system. Beginning in fiscal year 2020, DUWA's Bylaws require the Board to adopt a two-year budget. The Board has received a proposed Budget for 2025 & 2026, and now adopts the Budgets for DUWA.

### JUSTIFICATION

The Board is required each year to adopt a two-year Budget for the following two years. The proposed Budget was reviewed by the Board on December 12, 2024. DUWA will use this Budget for ongoing 2025 CY tasks, as well as to establish rates in or around May of 2025.

### BUDGET IMPACT

This is the adoption of the Budget.

Allen Park Belleville Brownstown Twp. Dearborn Heights Ecorse Lincoln Park	<h1 style="text-align: center;">Downriver Utility Wastewater Authority</h1> <p style="text-align: center;"><b>25605 Northline Road • Taylor, Michigan 48180</b></p>	River Rouge Riverview Romulus Southgate Taylor Van Buren Twp. Wyandotte
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**Downriver Utility Wastewater Authority**

**Resolution 2024-004**

**Resolution Adopting the 2025 & 2026 Budgets**

By Board Member: Gail McLeod, City of Allen Park

**WHEREAS** The Downriver Utility Wastewater Authority (DUWA) assumed the ownership of the regional sewer system on September 27, 2018 (the ‘Effective Date’) and operation of the system on September 28, 2018, pursuant to the Definitive Transfer Agreement between DUWA and Wayne County, dated September 27, 2018.

**WHEREAS** In accordance with the DUWA’s Articles of Incorporation, the Board shall adopt a one-year operating budget for the Downriver Sewage Disposal System (DSDS) in year 1 of DUWA’s exclusive control over management, administration, ownership, and operation of the system. Beginning in fiscal year 2020, DUWA’s Bylaws require the Board to adopt a two-year operating budget; and

**WHEREAS** The budgeted expenses for each such fiscal year shall equal the sum of the projected expenses and revenue requirements for the DSDS for each such fiscal year; and

**WHEREAS** The budgeted revenues, debt service, operations and maintenance, and amounts necessary to pay principal of and interest of all system bonds and to restore any reserves therefore reestablished in the Master Bond Ordinance for the DSDS for 2025-2026 is shown on ‘Schedule A – Budget Report for DUWA, 590 Sewer Fund’ of the budget document; and

**WHEREAS** When a quorum is present, a majority of the quorum will be required for an affirmative vote for adoption of this Resolution,

**NOW THEREFORE BE IT:**

**RESOLVED** That the DUWA Board approves the budget for 2025 & 2026; and be it finally

**RESOLVED** That DUWA’s Chairperson, Treasurer, or Accountant are authorized to take such other action as may be necessary to accomplish the intent of this resolution.

<p>Allen Park Belleville Brownstown Twp. Dearborn Heights Ecorse Lincoln Park</p>	<p><b>Downriver Utility Wastewater Authority</b></p> <p>25605 Northline Road • Taylor, Michigan 48180</p>	<p>River Rouge Riverview Romulus Southgate Taylor Van Buren Twp. Wyandotte</p>
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**RESOLUTION ADOPTING THE 2025-2026 BUDGET (cont.)**

**Schedule A – Budget Report for DUWA, 590 Sewer Fund**

## BUDGET REPORT FOR DOWNRIVER WASTEWATER UTILITY AUTHORITY

Fund: 590 SEWER FUND

GL NUMBER	DESCRIPTION	2024 ORIGINAL BUDGET	2024 AMENDED BUDGET	2024 ACTIVITY THRU 09/30/24	2024 PROJECTED ACTIVITY	2025 RECOMMENDED BUDGET	2026 RECOMMENDED BUDGET
ESTIMATED REVENUES							
OTHER REVENUE							
590-000-540.000	State Grants - Infrastructure	10,000,000	10,000,000	733,493	1,000,000	0	0
590-000-642.000	Sales - Natural Gas Buyback	0	0	38,792	45,000	45,000	0
590-000-671.000	Misc Revenues	5,000	5,000	4,505	5,170	5,000	5,000
590-000-674.300	SRF Billings to Communities	4,919,165	4,919,165	4,919,143	4,919,143	4,898,930	4,896,652
590-000-695.000	SRF Bond - Project Reimbursements	10,000,000	10,000,000	0	0	0	0
OTHER REVENUE		24,924,165	24,924,165	5,695,933	5,969,313	4,948,930	4,901,652
OPERATING REVENUE							
590-000-632.410	Sewage Disposal Charges	14,332,720	14,332,720	12,981,033	14,500,000	17,880,195	18,750,000
590-000-632.440	Excess Flow Charges	13,327,695	13,327,695	8,217,525	11,645,565	12,855,150	13,500,000
590-000-632.450	Industrial Surcharges	249,000	249,000	275,153	250,000	250,000	250,000
590-000-632.480	IPP Surveillance Permit Fees	167,500	167,500	173,592	172,450	175,000	180,000
590-000-632.510	Non-Residential User Fees	548,500	548,500	347,882	535,000	550,000	560,000
590-000-676.000	Reimbursement - Municipal Overpayments	(241,313)	(241,313)	(56,313)	(216,218)	(56,313)	(56,313)
OPERATING REVENUE		28,384,102	28,384,102	21,938,872	26,886,797	31,654,032	33,183,687
INTEREST AND RENTALS							
590-000-664.000	Interest Earnings	1,320,000	1,320,000	1,111,380	1,481,000	1,250,000	1,250,000
INTEREST AND RENTALS		1,320,000	1,320,000	1,111,380	1,481,000	1,250,000	1,250,000
TOTAL ESTIMATED REVENUES		54,628,267	54,628,267	28,746,185	34,337,110	37,852,962	39,335,339

## BUDGET REPORT FOR DOWNRIVER WASTEWATER UTILITY AUTHORITY

Fund: 590 SEWER FUND

GL NUMBER	DESCRIPTION	2024 ORIGINAL BUDGET	2024 AMENDED BUDGET	2024 ACTIVITY THRU 09/30/24	2024 PROJECTED ACTIVITY	2025 RECOMMENDED R 2 BUDGET	2026 RECOMMENDED BUDGET
APPROPRIATIONS							
DEBT SERVICE							
590-300-991.100	Debt - Principal - 2018 Revenue Bonds	1,375,000	1,375,000	1,375,000	1,375,000	1,450,000	1,530,000
590-300-991.200	Debt - Principal - SRF Revenue Bonds	3,980,000	3,980,000	3,980,000	3,980,000	4,055,000	4,150,000
590-300-991.400	Debt - Principal - 2021 WIFIA Bonds	405,000	405,000	405,000	405,000	410,000	415,000
590-300-991.500	Debt - Principal - Promissory Note	700,000	700,000	700,000	700,000	700,000	700,000
590-300-992.100	Debt - Interest - 2018 Revenue Bonds	2,539,375	2,539,375	1,895,937	2,539,375	2,468,750	2,394,250
590-300-992.200	Debt - Interest - SRF Revenue Bonds	939,165	939,165	695,620	939,165	843,930	746,652
590-300-992.400	Debt - Interest - 2021 WIFIA Bonds	298,382	298,382	222,911	298,382	291,335	284,195
590-300-992.500	Debt - Interest - Promissory Note	112,310	112,310	83,923	112,000	84,000	56,000
590-300-993.000	Bond Issuance Fees	140,000	140,000	20,229	12,700	13,000	13,500
DEBT SERVICE		10,489,232	10,489,232	9,378,620	10,361,622	10,316,015	10,289,597
OTHER SERVICES AND CHARGES							
590-536-754.000	Office Expenses	1,800	1,800	2,040	2,500	2,500	2,500
590-536-801.000	Professional Services	33,922	33,922	8,813	13,522	19,025	14,522
590-536-802.000	Banking Fees	39,000	39,000	18,768	20,000	21,000	26,000
590-536-803.000	Attorney Fees	424,154	424,154	171,546	235,000	520,000	517,600
590-536-804.000	Engineering Services	300,000	360,396	135,568	200,000	500,000	500,000
590-536-804.100	System Administrator Services	318,270	318,270	190,942	350,000	456,000	438,000
590-536-804.200	Accounting Services	48,000	48,000	39,274	48,000	49,500	49,500
590-536-804.300	Audit Fees	38,075	38,075	38,075	38,075	41,200	43,260
590-536-805.000	Financial Services	44,133	91,143	39,020	55,160	33,750	34,765
590-536-840.000	Insurance Premiums	589,783	589,783	442,589	590,193	667,055	733,761
590-536-900.000	Printing and Publishing	1,100	1,100	23	0	1,200	1,300
590-536-933.000	Software Maintenance	25,900	25,900	14,009	9,915	21,400	25,000
OTHER SERVICES AND CHARGES		1,864,137	1,971,543	1,100,667	1,562,365	2,332,630	2,386,208
PLANT OPERATIONS							
590-536-807.100	Southgate-Wyandotte - Outfall Usage	154,389	154,389	0	154,389	156,712	159,036
590-536-808.000	Wyandotte Nuisance Fee	33,000	33,000	0	33,000	33,000	33,000
590-536-810.000	Veolia O&M Services	13,469,901	13,469,901	10,086,685	13,469,901	13,934,692	14,631,425
590-536-811.000	Sludge Hauling / Disposal	1,257,130	1,257,130	962,784	1,536,075	2,084,322	2,188,538
590-536-812.000	Flow Metering	326,352	326,352	240,768	326,352	332,325	352,264
590-536-814.000	Miss Dig Services	4,000	4,000	4,126	4,126	4,745	5,460
590-536-820.000	Operating Permits	25,000	25,000	1,400	21,500	21,500	21,500
590-536-918.000	Utilities - Water	30,000	30,000	13,998	9,000	27,432	28,392
590-536-920.000	Utilities - Electric	3,405,135	3,405,135	2,331,762	3,242,910	3,265,419	3,379,709
590-536-921.000	Utilities - Natural Gas	1,204,525	1,204,525	419,415	550,000	644,743	667,309
590-536-922.000	Utilities - Oxygen	90,000	90,000	27,386	30,000	96,926	100,318
590-536-923.000	Utilities - Ferric Chloride	140,400	140,400	24,949	50,000	49,494	51,226
590-536-924.000	Utilities - Polymer	400,000	400,000	162,450	215,000	314,416	325,421
590-536-925.000	Utilities - Polyaluminum Chloride (PACL)	940,000	940,000	470,170	603,840	652,844	675,694
590-536-926.000	Utilities - Hydrogen Peroxide	0	117,357	98,467	200,000	299,000	309,465
590-536-931.000	Building Maint & Repairs	50,000	50,000	0	0	50,000	51,750
590-536-935.000	Dryer Repairs & Maintenance	0	0	0	0	333,905	350,600

BUDGET REPORT FOR DOWNRIVER WASTEWATER UTILITY AUTHORITY  
Fund: 590 SEWER FUND

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APPROPRIATIONS							
PLANT OPERATIONS							
590-536-955.000	Miscellaneous Expenditures	133,731	166,462	35,703	0	89,623	51,000
PLANT OPERATIONS		21,663,563	21,813,651	14,880,063	20,446,093	22,391,098	23,382,107
CAPITAL OUTLAY							
590-536-970.000	Capital Outlay	1,842,400	1,842,400	0	0	2,000,000	2,080,000
590-536-978.006	Capital Outlay - Biosolids Dryer	1,120,000	2,272,111	166,801	250,000	0	0
590-536-978.015	Capital Outlay - TowBro Clarifier Rehab	0	187,258	180,176	180,176	0	0
590-536-978.016	Capital Outlay - HVAC Improvements	0	42,356	42,356	42,356	0	0
590-536-978.017	Capital Outlay - Other Critical Repairs	0	15,000	0	0	0	0
590-536-978.022	Capital Outlay - Flowmeter Replacement	0	20,161	19,963	19,963	0	0
590-536-978.030	Capital Outlay - UV Disinfection	17,520,000	17,721,179	246,510	500,000	0	0
590-536-978.036	Capital Outlay - IPS Pumps Soft Starter	0	38,242	0	38,242	0	0
590-536-978.038	Capital Outlay - RAS Pumps	0	54,768	54,300	54,300	0	0
590-536-978.039	Capital Outlay - Lab Equipment	0	0	17,024	17,024	0	0
CAPITAL OUTLAY		20,482,400	22,193,475	727,130	1,102,061	2,000,000	2,080,000
TOTAL APPROPRIATIONS		54,499,332	56,467,901	26,086,480	33,472,141	37,039,743	38,137,912
NET OF REVENUES/APPROPRIATIONS - FUND 590		128,935	(1,839,634)	2,659,705	864,969	813,219	1,197,427
BEGINNING FUND BALANCE		108,219,122	108,219,122	108,219,122	108,219,122	109,084,091	109,897,310
ENDING FUND BALANCE		108,348,057	106,379,488	110,878,827	109,084,091	109,897,310	111,094,737