

**TOWN OF LIBERTY GROVE RESOLUTION 2-11**

**APPROVAL OF SPEADSHEET TO DETERMINE COSTS FOR CALCULATION OF BILLING RATES**

Whereas the December 19, 1988 agreements and subsequent amendments between the Village of Sister Bay, the Town of Liberty Grove and the Liberty Grove Utility District #1, hereafter referred to as the Village, the Town and the District respectively, apportioned the Wastewater Treatment Plant capacity originally as follows:

Municipality	Flow	BOD	SS	P	Design
	gal/day	lbs/day	lbs/day	lbs/day	Capacity
Village	591,000	884	1,040	52	
	64.54%	37.32%	47.49%	50.98%	52.15%
Town	250,000	1,330	954	41	
	26.46%	56.14%	43.84%	40.20%	38.70%
District	104,000	155	182	9	
	11.01%	6.54%	8.36%	8.82%	9.15%
Total	945,000	2,369	2,176	102	
	100.00%	100.00%	100.00%	100.00%	100.00%

and whereas the agreements specified methods to calculate the value of each wastewater component being treated to determine costs to be used in specifying billing rates and transfer of capacity between the three parties,

and whereas these methods specified using depreciation rates given in the Village 1987 Wastewater Management Facilities Plan.

and whereas the agreements did not specify how the capital costs were to be allocated between the wastewater components, flow, BOD, SS and P,

and whereas the Village has proposed a spreadsheet model to allocate these capital costs and depreciation referred to as "Post Auditor Letter", Attachment 3 and 4, and supporting documents,

and whereas this model has been examined by Michael W. Konecny, CPA of Schenck SC and approved with depreciation rates revised to generally accepted practices,

and whereas the Village has requested the Town and District approve such spreadsheet model to allow usage in calculating July 2011 billing amounts,

and whereas there is insufficient time to negotiate an amendment to the intergovernmental agreements as will be required,

therefore, be it resolved that the Town approve the spreadsheet model proposed to allocate these capital costs and depreciation referred to as "Post Auditor Letter", Attachment 3 and 4, and supporting documents,

and be it further resolved that proportional adjustments be included in the current allocations to correct errors introduced with the 1996 amendments,

and be it further resolved that the Town's approval of the spreadsheet model for calculating construction costs and

replacement value shall be conditioned upon commencement of negotiations between the Town, Village and District on a new intergovernmental agreement on treatment plant operations and maintenance, negotiations to commence by February 15, 2011 with adoption by all parties of a new intergovernmental agreement by December 31, 2011.

Adopted this 19<sup>th</sup> day of January, 2011 at a regular meeting of the Liberty Grove Town Board.