

COUNCIL COMMUNICATION

From: The City Manager

Subject: Bridgeport Township Urban Cooperation Agreement

Manager's Recommendation:

I recommend approval of the Urban Cooperation Agreement with Bridgeport Charter Township ("Township"). This Agreement is a revenue sharing component of the Water Service Agreement between the two communities, to be executed on the same date. The Agreement has been approved by me as to substance and the City Attorney as to form.

Justification:

The Water Service Agreement requires the Township to make payments to the City resulting from new residential, commercial, industrial and manufacturing developments within the Township. These requirements are set forth in the Urban Cooperation Agreement, which will result in payments to the City of \$2,000.00 per new connection for each residential unit and from \$5,000.00 to \$40,000.00 for connections resulting from new non-residential developments, inclusive of a 3% cumulative annual increase for both. It also requires payment of employee and employer income tax to be shared by the City and the Township on a 90% to 10% basis, respectively, for entities employing ten or more persons. The Bridgeport Charter Township Board of Trustees approved the Agreement on December 2, 2008.

Council Action:

Council _____ moved that the recommendation from the City Manager be approved.