

R-496-10-77

RESOLUTION REVISING USER FEES/OVERHEAD CHARGES

Whereas, on May 19, 1969, Council acting on recommendations of a Blue Ribbon Finance Committee, adopted the following resolutions establishing user fees/overhead charges to recover administrative costs of general government associated with the General Fund:

R-218-5-69...A 10% charge on the Weight and Gas Tax Fund

R-219-5-69 ..A 10% charge against all Capital Fund Bond Projects

R-220-5-69...A 10% charge against all Special Assessment Projects

Whereas, in May 1971, a sliding scale user fee/overhead charge was instituted on all Capital Projects ranging from 3.10% for projects over \$1 million to 10% for projects of \$10,000

Whereas, it is now deemed desirable to revise user fee/overhead charges because of current funds' positions and operating policies

Now, Therefore Be It Resolved by the Ann Arbor City Council that:

1. The resolutions establishing user fee/overhead charges R-218, R-219, and R-220 of May 1969 are hereby repealed.
2. A Municipal Service Charge shall be levied on City Enterprise Funds in an amount relative to its proportionate share of general government costs as determined annually through adoption of the City Budget.
3. A user fee/overhead charge shall be levied only on bond issue capital projects, per project value, at the following rates:

The first \$300,000 of a project will cost 5%, the next \$200,000 will cost 4%, and anything over \$500,000 will be charged at 3%.

October 3, 1977  
(Administrator)

*fm*

10-3-77

*[Signature]*  
CITY CLERK

D-24<sup>95</sup>

5/1971

User Fee Charges

Overhead Rates - Jobs

		<u>Overhead Rate</u>
.00	\$ 10,000.00	10.00%
10,001.00	15,000.00	9.10
15,001.00	20,000.00	9.00
20,001.00	25,000.00	8.90
25,001.00	30,000.00	8.80
30,001.00	35,000.00	8.70
35,001.00	40,000.00	8.60
40,001.00	45,000.00	8.50
45,001.00	50,000.00	8.40
50,001.00	55,000.00	8.30
55,001.00	60,000.00	8.20
60,001.00	65,000.00	8.10
65,001.00	70,000.00	8.00
70,001.00	75,000.00	7.90
75,001.00	80,000.00	7.80
80,001.00	85,000.00	7.70
85,001.00	90,000.00	7.60
90,001.00	95,000.00	7.50
95,001.00	100,000.00	7.40
100,001.00	112,500.00	7.30
112,501.00	125,000.00	7.20
125,001.00	137,500.00	7.10
137,501.00	150,000.00	7.00
150,001.00	162,500.00	6.90
162,501.00	175,000.00	6.80
175,001.00	187,500.00	6.70
187,501.00	200,000.00	6.60
200,001.00	212,500.00	6.50
212,501.00	225,000.00	6.40
225,001.00	237,500.00	6.30
237,501.00	250,000.00	6.20
250,001.00	500,000.00	6.10
500,001.00	600,000.00	5.10
600,001.00	700,000.00	4.60
700,001.00	800,000.00	3.85
800,001.00	900,000.00	3.60
Over	1,000,000.00	3.10