

*Failed
3/13/17*

**CITY OF HOMER
HOMER, ALASKA**

Stroozas

RESOLUTION 17-014(S)

A RESOLUTION OF THE CITY COUNCIL OF HOMER, ALASKA,
AUTHORIZING THE EXTENSION OF CITY OF HOMER WATER
SERVICES TO BENEFITED LOTS IN KACHEMAK CITY AND
NULLIFYING THE STATEMENT IN RESOLUTION 04-42(A) WITH
REGARD TO EXTENDING CITY WATER TO NON-CITY PROPERTIES.

WHEREAS, In 2004, in conjunction with an Alaska Department of Transportation East End Road Improvement Project, the City of Homer recognized an opportunity to install water and sewer mains to serve City of Homer residents along East End Road to Kachemak Drive; and

WHEREAS, Resolution 04-42(A) authorized the City of Homer to proceed with the petitioning process as outlined in HCC 17.04.030 that eventually established the East End Road Sewer Local Improvement District (LID) and the East End Road Water LID ; and

WHEREAS, When the East End Sewer was extended, Kachemak City was allowed to pay for a portion of the sewer improvement (based on the area and lots potentially served) with grant monies and assessments Kachemak City levied on Kachemak City benefited lots; and

WHEREAS, This extension of City of Homer sewer service to Kachemak City lots increases throughput in City of Homer's existing sewer system thereby contributing to City of Homer revenues beyond the cost of providing the service; and

WHEREAS, Resolution 04-42(A) further resolved not to extend City water to non-City properties; and

WHEREAS, This resolve excluded sixteen Kachemak City properties that could potentially benefit from City of Homer water services; and

WHEREAS, The Kachemak City share of East Road Water Extension Improvements was calculated at \$265,069.88 (.484% of the total based on the area and lots potentially served plus a standard 5% administrative fee) for creating water assessments to be collected in some fashion at such time as connections are permitted; and

WHEREAS, The Kachemak City share of the East Road Water Extension Improvements was estimated at \$16,738.43 per parcel in 2009; and

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36
37
38
39
40
41

42 WHEREAS, Extending water service to these Kachemak City lots on the north side of East
43 End Road along the utility corridor is wise and prudent because:

- 44 • the utility infrastructure is already in place; and
- 45 • the benefited lots already receive City of Homer Sewer service; and
- 46 • the additional water service would be at the expense of the new customer(s) making it
- 47 low cost/no cost to the City of Homer; and
- 48 • the increase in throughput will increase City of Homer revenues.

49
50 WHEREAS, At which time a sewer only customer in Kachemak City hooks up to City
51 water, their water usage will be metered and no longer billed under the sewer only rate
52 structure; and

53
54 WHEREAS, A service fee of \$5 will be charged to every water customer outside of City
55 Limits in lieu of City of Homer sales tax.

56
57 NOW, THEREFORE, BE IT RESOLVED that the City Council of Homer, Alaska, authorizes
58 the extension of City of Homer Water services to benefited lots in Kachemak City under similar
59 terms and conditions as the City of Homer East End Road Water Local Improvement District.

60
61 BE IT FURTHER RESOLVED that the adoption of this resolution nullifies the statement in
62 Resolution 04-42(A) with regard to extending City water to non-City properties.

63
64 BE IT FURTHER RESOLVED that the City Manager is directed to work with Kachemak City
65 officials on a proposal for allocating and collecting the Kachemak City share of the East Road
66 Water Extension Improvements for Council approval.

67
68 PASSED AND ADOPTED by the Homer City Council this 13th day of February, 2017.

69
70 CITY OF HOMER

71
72
73
74 _____
75 BRYAN ZAK, MAYOR

76 ATTEST:
77
78
79 _____
80 JO JOHNSON, MMC, CITY CLERK

81
82 Fiscal Note: N/A