1 **CITY OF HOMER** 2 **HOMER, ALASKA** 3 Stroozas 4 **RESOLUTION 19-036(S)** 5 6 A RESOLUTION OF THE CITY COUNCIL OF HOMER, ALASKA, 7 AMENDING MAINTAINING THE CITY OF HOMER WATER AND 8 SEWER RATES AND UPDATING THE HOMER FEE SCHEDULE 9 ACCORDINGLY. 10 11 WHEREAS, Water and sewer utility services shall be reviewed annually and shall take 12 effect as of the first billing cycle in January; and 13 WHEREAS, Based on a the water sewer rate model prepared by the Water Sewer Rate 14 15 Task Force and adopted by the Homer City Council in Resolution 13-048(S-2)(A-3) adjustments to the rates are recommended and warranted to reflect the true cost of water and sewer 16 17 services; and 18 19 WHEREAS, The Homer City Council reviewed the current rate model and concluded that based on the health of the combined water and sewer reserve balance no rate 20 increases are justified or necessary for 2020; and 21 22 23 WHEREAS, City Council adopted Ordinance 19-09(S) authorizing the enactment of a 24 4.85% of total charges charged to every water customer outside of City limits in lieu of City of Homer Sales Tax. 25 26 27 NOW, THEREFORE, BE IT RESOLVED that the City Council of Homer, Alaska, that the water and sewer fees be amended and the Homer Fee Schedule be updated as follows: 28 29 30 WATER AND SEWER FEES: 31 Public Works - 235-3170 32 City Hall - 235-8121 33 Billing - 235-8121 x 2240 34 35 (The following fees have been set by the following legislative enactment HCC Title 14, new fees set forth in **Ordinance 19-09(S)**, 16-063(S-2), Resolution 14-060, Ordinance 13-30(A), 36 Resolution 15-074A-2), 13-048 (S-2)(A-3), Ordinance 11-43, Resolution 11-094(S), Resolution 11-37 062(A), Resolution 09-47(S)(A), Resolution 09-48(S)(A), Resolution 07-119 (A), Resolution 07-38 39 120(A), Ordinance 06-62(A), Resolution 06-04, Resolution 05-125, Resolution 05-122, Resolution 05-121(A), Resolution 05-09, Resolution 04-95, Resolution 04-94(S)(A), Resolution 03-159, 40 Resolution 02-80, Resolution 01-80(A), Resolution 00-123, Resolution 00-34, Ordinance 00-02, 41 42 Ordinance 97-17(A), amending the rates set forth in Ordinance 97-5(S)(A), with amendments

by Ordinance 97-7, Ordinance 97-13 and Ordinance 97-14).

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A 15% admin. fee will be assessed for replacement parts for water/sewer services, functions, pressure reducing valves, sewer saddles, any Public Works Department stock item for resale to public.

Establishing service includes a one-time disconnect - \$75

Service calls, inspections, repairs not to exceed one hour - \$25 per employee plus equipment and materials.

Service calls, inspections and repairs during normal operating hours in excess of one hour labor: actual labor costs by City plus equipment and materials.

Service calls, inspections and repairs after normal operating hours or on weekends/holidays: \$50 minimum plus equipment and materials or actual cost incurred by City, whichever is greater.

WATER FEES:

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A 4.85% of total charges charged to every customer outside of city limits in lieu of city sales tax will be applied to those water accounts outside city limits.

Water Connection FeeSingle Family \$300Multi-Family/Commercial \$375

69 Customer classification definitions for determining water connection and extension permit 70 fees:

Single Family Residential – A unit providing housing for one household; with less than 25% of the building area used for business or commercial purposes.

Multi-Family Residential- A building or lot occupied by more than one household: contained within one building or several building within one complex. Examples of multi-family units includes duplexes, four-plexes and up, apartments, condominiums, co-housing projects, and multiple structures on one lot (where units are normally rented or occupied for longer than one month at a time). Examples of units not considered as multi-family include hotels, motels, B&B's seasonal rooms/cabins (where units are routinely rented or occupied for less than one month at a time.)

Commercial - Any user not defined as Residential.

Water Rate Schedule.

All water utility services shall be billed according to the following schedule. This schedule is for monthly water service and is in addition to any charges for connecting or disconnecting the service, installation of the service or any assessment of the improvements.

Rates	Water Table III		
Customer Classification	Monthly Service	Usage Charge/Gallon	
Lift-Station Customer	\$ 13.00	\$0.0132 \$0.0142	
Non-Lift-Station Customer	\$ 13.00	\$0.0132 <u>\$0.0142</u>	
Multi-units (additional per unit)	\$ 5.00		
Bulk Water	\$ 13.00	\$0.0172 <u>\$0.0182</u>	

Customer classification definitions for determining water rates:

Bulk Water Customers: The bulk water customers are the resellers of water or water users who purchase water from the water plant directly and are not in the metered water distribution system.

Non-Bulk Customers: All customers who receive water from the metered water distribution system.

Multi-Units: An additional \$5 monthly charge shall apply to each of the units of a building or lot occupied by more than one household or commercial entity contained within one building or several buildings within one complex. Examples of multi-family units include duplexes, four-plexes and up, apartments, condominiums, co-housing projects, and multiple structures on one lot (where units are normally rented or occupied for longer than one month at a time). Examples of units not considered as multi-family include hotels, motels, and B&B's seasonal rooms/cabins (where units are routinely rented or occupied for less than one month at a time.)

This fee applies to all multi-unit structures defined in the sewer section of this for apartments, rental units or multi-unit buildings where each unit would have one or more restrooms and are intended to be rented on a monthly basis where there is only one meter installed, excluding a rental building restroom used for shared or public use.

Meter Size Deposits.

Size (inches)	Residential Users	Nonresidential Users
5/8	\$75.00	\$220.00
3/4	\$80.00	\$230.00
1	\$90.00	\$250.00
1-1/2	\$115.00	\$310.00
2	\$150.00	\$370.00

3	\$220.00	\$525.00
4	\$310.00	\$730.00
6	\$520.00	\$1,225.00

\$750 meter deposit shall apply to metered fire hydrant connections. The deposit will be returned when the meter is returned undamaged. This deposit may be waived upon the recommendation of the Public Works Superintendent.

If a bulk water customer purchases a meter from the City for measuring the quantity of water purchased, it shall be exempt from the monthly meter service charge. It is the responsibility of the bulk water customer to maintain that meter so the City can accurately determine the amount of water being purchased. In the event the meter fails, it is the bulk water customer's responsibility, at its expense, to repair it or purchase a replacement meter from the City. The City may at any time test the meter for accuracy.

SEWER FEES:

- 128 <u>Sewer Connection and Extension Permit Fee</u>
- 129 Single Family \$255
- 130 Multi-Family/Commercial \$330

132 Customer classification definitions for determining sewer connection and extension permit 133 fees:

Single Family Residential – A unit providing housing for one household; with less than 25% of the building area used for business or commercial purposes.

Multi-Family Residential- A building or lot occupied by more than one household: contained within one building or several building within one complex. Examples of multi-family units includes duplexes, four-plexes and up, apartments, condominiums, co-housing projects, and multiple structures on one lot (where units are normally rented or occupied for longer than one month at a time). Examples of units not considered as multi-family include hotels, motels, B&B's seasonal rooms/cabins (where units are routinely rented or occupied for less than one month at a time.)

Commercial - Any user not defined as Residential.

Sewer Rate Schedule.

All sewer utility services shall be billed according to the following schedule (Table I, II). This schedule is for monthly sewer services and is in addition to any charges for connecting or disconnecting the service, installation of the service or any assessment of the improvements.

Rates

Table I

	Sewer	
Customer Classification	Monthly Service	Usage Charge/Gallon
<u>Lift-Station Customer</u>		\$0.0224 <u>\$0.0244</u>
Non-Lift-Station Customer		\$0.0145 \$0.0166
Multi-units (additional per unit)	\$5.00	N/A

Rates

153

Table II

Sewer ONLY Customers	Sewer	
	Fees/Rate/Usage	Per Customer Per Month
Lift-Station Customer	\$0.0244\$0.0224 /Gal	<u>\$67.20</u> \$73.20
Non-Lift-Station Customer	\$0.0166 \$0.0145 /Gal	\$43.50 \$49.80
Monthly Service	\$5.00/customer/mo.	\$5.00 (Kachemak City customers will be exempt from \$5 monthly service fee. Kachemak City will be billed a \$5 monthly service fee to cover all Kachemak City sewer customers.)
Pumping Fee (If Applicable)	\$6.25 \$6.75 /customer/mo.	<u>\$6.75</u> \$6.25
Assumption: Avg. Sewer Usage	3000 Gal/Mo.	

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Customer classification definitions for determining sewer rates:

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Lift Station Zone Customer: There are eleven sewage lift/pump stations that are used for pumping wastewater or sewage from areas with lower elevation than the treatment plant.

Customers who are located in these areas shall be charged additional fees for the cost added to the services (see Table I & II).

Non-Lift Station Zone Customer: Customers who are located in the zone that do not need lift/pump station services.

Sewer System Dischargers (Sewer ONLY customers): Customers who use sewer service only shall be charged a monthly fee of \$5 plus sewer usage fee based on assessed volume of 3,000 gallons per month multiplied by the applicable sewage rate (see Table II). Kachemak City Local Improvement District (LID) members have contributed to the initial cost of the sewer treatment plant and the collection system. For Kachemak City LID dischargers connected within the LID, the City of Homer shall bill Kachemak City in one single bill at the Lift-Station Zone Rate of \$73.95(\$67.20 + \$6.75) \$79.45 (\$73.20 + \$6.25) per month per customer. Kachemak City shall be billed a \$5 monthly service charge to cover all Kachemak City sewer customers and shall be responsible for payment to the City of Homer.

Domestic sewer service customers who use large quantities of City water in addition to their domestic use shall be allowed, with the Public Works Director's approval, to install an additional water meter on the domestic water use line for the purpose of metering and charging for domestic sewer system use. Sewer system use will be billed monthly.

 The City will allow, upon approval by Public Works and a permit from the Public Works Department, a second water usage meter – called a seasonal sewer meter – for each customer that desires to measure the flow of City water that is not discharged to the sewer system during the summer growing season, June 15 through September 15. Rates noted above do not apply.

Seasonal Sewer Meter Fee is \$251.75.

PASSED AND ADOPTED by the Homer City Council on this 10th day of June, 2019.

CITY OF HOMER

KEN CASTNER, MAYOR

ATTEST:

MELISSA JACOBSEN, MMC, CITY CLERK

Fiscal Note: Revenue amounts defined in FY2020 budget.

