1 CITY OF HOMER 2 HOMER, ALASKA 3 City Manager/ 4 Public Works Director 5 **ORDINANCE 21-03** 6 7 AN ORDINANCE OF THE CITY COUNCIL OF HOMER, ALASKA, 8 AMENDING THE 2021 CAPITAL BUDGET AND AUTHORIZING 9 EXPENDITURE OF \$35,000 EQUALLY SPLIT BETWEEN THE WATER 10 CARMA FUND AND THE SEWER CARMA FUND FOR UTILITY 11 FINANCIAL MANAGEMENT CONSULTING SERVICES 12 13 WHEREAS, The City Council is in the process of developing a Water/Sewer CARMA Policy Manual that will provide guidance on how City monies should be used for the maintenance, 14 15 repairs and upkeep of the City's water supply, treatment, and distribution infrastructure; and 16 17 WHEREAS, Financial management of water and sewer utilities is a highly complex 18 business, involving the administration of user rates, fees, operating budgets, capital expenses 19 and savings; and 20 21 WHEREAS, It is typical for municipalities and utilities to seek specialized help when 22 "right sizing" these business matters; and 23 24 WHEREAS, In Homer, a citizen task force worked for over 10 months to develop a 25 water/sewer rate model that is still used to compute the rates for water and sewer services, 26 but there are some questions about how to administer some of the details of the rate model; 27 and 28 29 WHEREAS, We have a term contract with HDR, a multi-national engineering consulting 30 firm, which has a division that specializes in helping utilities address financial management 31 issues: and 32 33 WHEREAS, HDR has provided a proposal and a reasonable budget for the services we 34 need of \$35,000. 35 36 NOW, THEREFORE, the City Council of Homer ordains: 37 38 Section 1. The City of Homer's 2021 Capital Budget is hereby amended by appropriating funds of \$35,000, equally split between the Water CARMA Account and the Sewer 39 CARMA Account to fund a Task Order to HDR for utility financial management services. 40

41 42 PAGE 2 OF 2 ORDINANCE 21-03 CITY OF HOMER

| 43 | Account No. | Description: | Amount: |
|----------|---|------------------|--------------------|
| 44 | 0256-0378 | Water CARMA Fund | \$17,500 |
| 45 | 0256-0379 | Sewer CARMA Fund | \$17,500 |
| 46 | | | |
| 47 | Section 2: This is a budget amendment ordinance, is not permanent in nature, and shall | | |
| 48 | not be codified. | | |
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| 50 | ENACTED BY THE CITY COUNCIL OF HOMER, ALASKA, this 25 th day of January, 2021. | | |
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| 52 | | | CITY OF HOMER |
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| 54 | | | 1 en Astron |
| 55 | | | KEN CASTNER, MAYOR |
| 56 | ATTEST: | | |
| 57 | Mull: Mach | | |
| 58 | I Well Julies | ITY CLEDIA | 9 |
| 59 | MELISSA JACOBSEN, MMC, C | ITY CLERK | HOMEON |
| 60 | YES: 6 | | /SE |
| 61 | NO: 0 | | |
| 62 63 | ABSTAIN: | | March 31, 196A |
| 64 | ABSENT: 0 | | 7ch 31, 1964 |
| 65 | ADSENT. | | |
| 66 | First Reading: \.\\2 | | |
| 67 | Public Hearing: (· 25 · 2) | | |
| 68 | Second Reading: 1.2521 | | |
| 69 | Effective Date: 26.21 | | |
| 03 | Literate Bate. 1. 20 Dt | | |