1 **CITY OF HOMER** 2 HOMER, ALASKA 3 City Manager/ Public Works Director 4 5 **RESOLUTION 21-045(A)** 6 7 A RESOLUTION OF THE CITY COUNCIL OF HOMER, ALASKA 8 ACKNOWLEDGING THE SUFFICIENCY OF THE TASMANIA COURT 9 SEWER IMPROVEMENT SPECIAL ASSESSMENT DISTRICT, APPROVING THE IMPROVEMENT PLAN, ESTIMATED COST OF 10 IMPROVEMENT AND ASSESSMENT METHODOLOGY. 11 AUTHORIZING THE CITY MANAGER TO APPLY FOR A LOAN FROM 12 THE ALASKA DEPARTMENT OF ENVIRONMENTAL CONSERVATION 13 14 CLEAN WATER FUND TO FINANCE THE PROJECT, AND AUTHORIZING THE CITY MANAGER TO ENTER INTO A SOLE-15 SOURCE CONTRACT WITH BISHOP ENGINEERING FOR THE 16 17 DESIGN OF THE SEWER PROJECT. 18 WHEREAS, A petition was initiated by Homer City Council within Tasmania Court to 19 form a sewer improvement special assessment district (SAD) by Resolution 21-091(A); and 20 21 22 WHEREAS, Pursuant to HCC 17.02.050 (b) if owners of real property that would bear 50 percent or more of the assessed cost of the improvement file timely written objections, the 23 Council may not proceed with the improvement unless it revises the improvement plan to 24 reduce the assessed cost to less than 50% of the assessed cost of the improvement; and 25 26 27 WHEREAS, The Tasmania Court Sewer SAD is made up of the same boundary as the Tasmania Court Water SAD that was approved by Resolution 20-083; and 28 29 30 WHEREAS, The estimated cost of the sewer improvements is \$287,692 with property owners paying 75% (\$215,769) and the Homer Accelerated Water and Sewer Program (HAWSP) 31 paying 25% (\$71,923) of the costs; 32 33 WHEREAS, The deadline to receive written objections was May 23, 2021 and five written 34 objection(s) were received, which equaled more than 50% of the property owners in the 35 district; and 36 37 WHEREAS, The value of the proposed assessments related to these objecting property 38 owners estimated was \$98,075 (5 times \$19,615), which is 34% of the estimated cost of the 39 40 sewer project; and 41 42 WHEREAS, A Public Hearing was held on May 24, 2021; and

WHEREAS, Council postponed action on May 24<sup>th</sup> at the request of Public Works in Memorandum 21-085 to allow time for a neighborhood meeting to inform property owners of an Alaska Department of Environmental Conservation Principal Forgiveness subsidy that creates a savings in the Tasmania Court Water SAD thereby reducing the overall cost to property owners for water and sewer improvements; and

WHEREAS, A neighborhood meeting was held on June 3<sup>rd</sup> and property owners were advised they have until June 13<sup>th</sup> to consider the new information and provide written withdrawal of their objections; and

WHEREAS, As of June 7, 2021, three property owners have withdrawn their objections, reducing the objections to properties representing 14% of the proposed costs; and

WHEREAS, Council finds the petition bears sufficient support and that the water <a href="mailto:sewer">sewer</a> improvement is necessary and to the benefit the following eleven properties that shall be included in the Tasmania Court Sewer Improvement Special Assessment District:

| Legal Description                         | Record Owner | Estimated  |
|---|--------------|------------|
|   |              | Assessment |
| Barnett's South Slope Sub. Lot 2 Block 2  | Evans        | \$20,200   |
| Barnett's South Slope Sub. Lot 2 Block 2  | Evans        | \$20,200   |
| Crandall Addn. No. 2 Lot 5-A-1            | Crandall     | \$20,200   |
| Crandall Addn. No. 2 Lot 6-A-1            | Crandall     | \$20,200   |
| Barnett's South Slope Sub. Lot 11 Block 1 | Sjostedt     | \$20,200   |
| Barnett's South Slope Sub. Lot 12 Block 1 | Marley       | \$20,200   |
| Barnett's South Slope Sub. Lot 13 Block 1 | Marley       | \$20,200   |
| Barnett's South Slope Sub. Lot 14 Block 1 | O'Neill      | \$20,200   |
| Barnett's South Slope Sub. Lot 15 Block 1 | Fell         | \$20,200   |
| Fell Addn Lot 16-A                        | Fell         | \$20,200   |
| Barnett's South Slope Sub. Lot 17 Block 1 | Sumption     | \$20,200   |
|   |              |            |

WHEREAS, The eleven properties will be assessed through an equal share methodology as identified in the table above.

NOW, THEREFORE, BE IT RESOLVED that the City Council of Homer, Alaska does hereby:

1. Acknowledge the sufficiency of the Tasmania Court Sewer SAD; and

2. Approve the proposed Improvement Plan, estimated cost of the improvements 84 of \$287,692, and the Equal Share methodology for computing assessment; and 85 86 3. Authorize the City Manager to apply for a loan, not to exceed \$287,692, from the 87 Alaska Department of Environmental Conservation Clean Water fund to finance 88 89 the project; 90 Authorize the City Manager to initiate a sole source contract in the amount of 4. 91 92 \$11,700, for the design of the sewer project to Bishop Engineering, which 93 performed the design work for the water portion of the project and is in the best position to expedite the sewer design work so the sewer project can be built at 94 the same time as the water project. 95 96 PASSED AND ADOPTED by the Homer City Council this 14th day of June, 2021. 97 98 99 CITY OF HOMER 100 101 102 103 KEN CASTNER, MAYOR 104 105 106 ATTEST: 107 108 109 110 111 MELISSA JACQBSEN, MMC, CITY CLERK 112 113 Fiscal Note: N/A