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8/23/21

**CITY OF HOMER
HOMER, ALASKA**

City Manager/
Public Works Director

ORDINANCE 21-49

AN ORDINANCE OF THE CITY COUNCIL OF HOMER, ALASKA AMENDING THE FY22 CAPITAL BUDGET AND AUTHORIZING THE EXPENDITURE OF AN ADDITIONAL \$139,502 FOR A TOTAL PROJECT COST OF \$392,695 FROM HAWSP TO COMPLETE THE ALDER LANE WATER IMPROVEMENT PROJECT.

WHEREAS, The City Council created the Alder Lane Water Improvement Special Assessment District (SAD) with the passage of Ordinance 20-095; and

WHEREAS, The properties within this district will be assessed 75% of the costs of the project and the Homer Accelerated Water and Sewer Program (HAWSP) will pay 25%; and

WHEREAS, The Property Owner's share of the costs will be financed through the ADEC/EPA Revolving Loan Program; and

WHEREAS, The City was awarded a Principal Forgiveness subsidy from the ADEC/EPA, of which \$112,229 was allocated to the Alder Lane Water Project in Resolution 21-023; and

WHEREAS, the projected Total Project Cost was originally authorized at \$253,193; and

WHEREAS, \$57,395 has already been expended on the Project for design, survey and the procurement of HDPE pipe and other materials; and

WHEREAS, Bids for the construction phase of the project were opened on July 12, 2021 and the lowest responsive and responsible bid was \$329,300; and

WHEREAS, inspection is expected to cost \$6,000, bringing the adjusted Total Project Cost to \$392,695 (\$57,395 + 329,300 + \$6,000), which is \$139,502 more than the original estimate; and

WHEREAS, The Property Owners have been notified of the cost increase and provided with an opportunity to object; and

WHEREAS, The deadline for filing objections is August 18, 2021; and

42 WHEREAS, In the event the City Clerk’s office receives sufficient objections to overturn
43 the project by that date, there is still time for this ordinance to be rejected.

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45 NOW, THEREFORE, THE CITY OF HOMER ORDAINS:

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47 Section 1. The Homer City Council hereby amends the FY22 Capital Budget by
48 appropriating an additional \$139,502 from HAWSP for the construction of the Alder Lane Water
49 Improvements.

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<u>Account</u>	<u>Description</u>	<u>Amount</u>
51 215-0007	Alder Lane Water Improvements	\$139,502

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54 Section 2. The Homer City Council authorizes the City Manager to amend the ADEC
55 Loan Application documentation, as necessary, to reflect the higher project costs and make
56 the project eligible for a Principal Forgiveness Subsidy of \$112,229.

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58 Section 3. This is a budget amendment ordinance only, is not permanent in nature, and
59 shall not be codified.

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61 ENACTED BY THE CITY COUNCIL OF HOMER, ALASKA, this 23rd day of August, 2021.

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63 CITY OF HOMER

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65 _____
66 KEN CASTNER, MAYOR

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68 ATTEST:

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70 _____
71 MELISSA JACOBSEN, MMC, CITY CLERK

72
73 YES:

74 NO:

75 ABSTAIN:

76 ABSENT:

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78 First Reading:

79 Public Reading:

80 Second Reading:

81 Effective Date: