

1 CITY OF HOMER
2 HOMER, ALASKA

3 City Manager
4 Public Works Director

5 RESOLUTION 21-066

6
7 A RESOLUTION OF THE CITY COUNCIL OF HOMER, ALASKA,
8 ADOPTING THE WATER AND SEWER UTILITY FINANCIAL AND
9 RATE SETTING POLICIES AND UTILITY FINANCIAL PLAN,
10 VERSION 2021- 01.

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12 WHEREAS, For multiple months, the City Council has been deliberating strategies and
13 policies related to the consistent and fiscally prudent financial management of the Water and
14 Sewer Utilities; and

15
16 WHEREAS, On September 9, 2021, the City Council participated in a work session to
17 review the recommendations of the Public Works Department and the utility financial experts
18 from HDR, Inc.; and

19
20 WHEREAS, These recommendations were based on HDR's analysis of the utilities'
21 financial status, culminating in a Utility Financial Plan, which uses past expenses, looking back
22 to 2019, and assumptions about escalation, to forecast future expenses, looking forward to
23 2029, as well as identifies the revenues, which would be needed to cover those expenses; and

24
25 WHEREAS, Adopting the Policies and the Utility Financial Plan do not, by themselves,
26 establish rates for water/sewer services as establishing rates is a function of analyzing
27 expenses and revenues as part of the City Council's annual rate-setting exercise.

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29 NOW, THEREFORE, BE IT RESOLVED that the City Council of Homer, Alaska, does hereby
30 adopt the Water and Sewer Utility Financial and Rate Setting Policies and Utility Financial Plan.

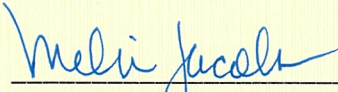
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32 PASSED AND ADOPTED by the Homer City Council this 27th day of September, 2021.

33
34 CITY OF HOMER

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36 

37 KEN CASTNER, MAYOR

38
39 ATTEST:

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41 MELISSA JACOBSEN, MMC, CITY CLERK



Fiscal Note: N/A