

**CITY OF HOMER  
HOMER, ALASKA**

City Manager/  
City Engineer

**ORDINANCE 24-59**

AN ORDINANCE OF THE CITY COUNCIL OF HOMER, ALASKA,  
AMENDING THE FY25 CAPITAL BUDGET BY APPROPRIATING AN  
ADDITIONAL \$100,000 FROM THE SEWER CAPITAL ASSET REPAIR  
AND MAINTENANCE ALLOWANCE (CARMA) FUND FOR THE  
BELUGA LIFT STATION IMPROVEMENT PROJECT.

WHEREAS, Ordinance 24-36 appropriated \$208,000 from the Sewer CARMA fund for the  
purpose of construction work associated with rehabilitation of the Beluga Slough Lift Station;  
and

WHEREAS, Resolution 24-004 authorized the City Manager to apply for State Revolving  
Loan Funds from the Alaska Department of Environmental Conservation in the amount of  
\$2,937,353 for Beluga Lift Station Improvements with a principal forgiveness subsidy in the  
amount of \$500,000; and

WHEREAS, The total budget for the project is \$708,000; and

WHEREAS, The City conducted a publicly advertised bid in accordance with HCC  
3.16.040, with bids being submitted on Friday, October 25, 2024; and

WHEREAS, One bid was submitted in the amount of \$765,194 and the increase in cost is  
due to the State Revolving Fund American Iron and Steel (AIS) requirement to use iron and  
steel products that are produced in the United States for the construction, alteration,  
maintenance, or repair of a public water system or treatment works; and

WHEREAS, Rebidding the project risks putting the project behind schedule because  
bypass pumping and all construction needs to be completed before Memorial Day, 2025 when  
sewer usage on the Spit will greatly increase; and

WHEREAS, This appropriation includes \$57,194 for the increased cost of construction  
and \$42,806 in contingency funds due to the critical nature of the project; and

WHEREAS, The Beluga Lift Station is a major piece of the City's sewer system  
transporting all sewage from the Spit as well as the Lakeshore Drive/Ocean Drive  
neighborhoods; and

WHEREAS, For a variety of reasons, the hydrogen sulfide gas in this wastewater produce sulfuric acid, which is an acid that eats metal and concrete, causing the structure of the lift station as well as the mechanical/electrical components to corrode; and

WHEREAS, Rehabilitation is necessary to extend the useful life of this lift station and protect the areas it serves.

NOW, THEREFORE, The City of Homer Ordains:

Section 1. The Homer City Council hereby amends the FY25 Capital Budget by appropriating \$100,000 as follows:

<u>Fund</u>	<u>Description</u>	<u>Amount</u>
256-0379	Sewer CARMA	\$100,000


Section 2. This is a budget amendment ordinance, is not permanent in nature, and shall not be codified.

ENACTED BY THE CITY COUNCIL OF HOMER, ALASKA, this 25th day of November, 2024.

CITY OF HOMER

  
RACHEL LORD, MAYOR

ATTEST:

  
RENEE KRAUSE, MMC, CITY CLERK

YES: 6

NO: 0

ABSTAIN: 0

ABSENT: 0

First Reading: 11/12/24

Public Hearing: 11/25/24

Second Reading: 11/25/24

Effective Date: 11/26/24

