

CITY OF DILLINGHAM, ALASKA

RESOLUTION NO. 2012-26

A RESOLUTION OF THE DILLINGHAM CITY COUNCIL AUTHORIZING THE CITY MANAGER TO AWARD A CONTRACT WITH FCS GROUP FOR A WATER AND SEWER RATE STUDY

WHEREAS, the City of Dillingham solicited proposals to select a qualified firm or individual to conduct a comprehensive water and sewer rate study; and

WHEREAS, the current water and sewer utility service is provided to approximately 200 residential and 30 commercial customer connections within the Dillingham City limits; and

WHEREAS, the intent of the study is to independently assess and evaluate the City of Dillingham's existing water and sewer rates and provide recommendations; and

WHEREAS, the broad objective of the study is to adequately fund water and sewer utility operations, and capital costs, at a reasonable rate; and

WHEREAS, the study will be based on a comprehensive review of the City of Dillingham's water and sewer funds and budgets, customer classes, current usage data, future planned growth, including a water and sewer extension especially to the harbor and airport areas;

WHEREAS, the City received four (4) proposals from professional consulting firms which were reviewed by a Committee consisting of the City Manager, Public Works Director, Finance Director, and two Council Members and the Committee recommends the hiring of FCS Group for the water and sewer rate study for a not to exceed amount of \$64,950.

NOW, THEREFORE, BE IT RESOLVED that:

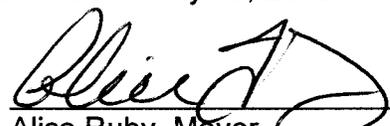
1. The Dillingham City Council approves the contract for consulting services with FCS Group.
2. The Dillingham City Council authorizes the City Manager to execute said contract.

PASSED and ADOPTED by the Dillingham City Council on May 10, 2012.

SEAL:

ATTEST:


Lilly Capell, Recorder


Alice Ruby, Mayor

City of Dillingham Information Memorandum No. R2012-26

Subject: A resolution of the Dillingham City Council authorizing the City Manager to award a contract with FCS Group for a water and sewer study

Agenda of: May 17, 2012

Council Action:

Manager: Recommend approval.

City Manager: 
Dan Forster

Route To:	Department / Individual	Initials	Remarks
X	Finance / Carol Shade		
X	Public Works / Carter Cole		
X	City Clerk / Janice Williams		

Fiscal Note: Yes _____ No X Funds Available: Yes X No _____

Attachment(s):

- Contract for Professional Services

Summary Statement.

The City budgeted \$20,000 in its FY 2012 budget for a water and sewer rate study. A request for proposals was advertised on the City website under Projects for Bidding and posted in three public places. An ad was placed in the Anchorage Daily News running from March 21 through March 25. A review committee was created consisting City Manager, Finance Director, Public Works Director, and two Council members. The City received and reviewed four (4) proposals. The Committee will convene Friday, May 10, for the purpose of selecting a firm for a recommendation to the Council at their May 17 Regular Council Meeting.

The FY2012 budget included \$20,000 in contract labor to be split equally between the Water and the Sewer departments. This was an estimate of what the cost might be at the time the FY2012 budget was prepared. In the interim, the City has been advised that we can charge the costs of the Water and Sewer Rate Study to the AKDEC loan for the repair of the Force Main or the \$1.8m Legislative Appropriation that we were awarded in July.