BILL 2014-40

****** First Reading ******

Agenda Item

TO: Mayor and City Council

FROM: Mark S. Gaugh, City Manager

DATE: August 18, 2014

RE: Alliance Water Resources Agreement

Issues

The City's wastewater plant is operated on a day-to-day basis by Alliance Water Resources, based in Columbia, Missouri. Each year, Alliance Water Resources submits a proposed agreement to the City that coincides with the City's fiscal year, except that the Alliance agreement runs from October 15th to October 14th each year. The proposed annual fee for contract operations for the 2014-2015 fiscal year for the wastewater plant is $383,935. This is an increase from last year of approximately 2.5%. They have projected increases in lab testing, lab supplies, maintenance supplies and other operational costs, such fuel.

The City receives refunds from Alliance in the event actual repair expenses are less than budgeted expenses, so the operational fee may end up less than what is shown in the budget. The repair limit is proposed at $26,500, which is same as the current year.

Two years ago, I asked Alliance what the cost would be to take on additional work, related to grease interceptor inspections at food service establishments. They propose doing this work at no additional cost if the City would consider extending their agreement to five-year terms. So, the base agreement was extended. No other changes are proposed for the upcoming term, if approved.

Recommendation

Staff recommends that the agreement with Alliance be approved on two readings.

Bill 2014-40

AN ORDINANCE AUTHORIZING AN AMENDMENT TO THE AGREEMENT BY AND BETWEEN THE CITY OF CAMERON, CLINTON AND DeKALB COUNTIES MISSOURI, AND ALLIANCE WATER RESOURCES, INC. FOR MANAGEMENT AND OPERATIONS SERVICES AT THE CAMERON WASTEWATER FACILITY

WHEREAS, the City of Cameron City Council has an agreement with Alliance Water Resources; and

WHEREAS, the agreement is adjusted on an annual basis to reflect cost changes for the upcoming fiscal year.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF CAMERON, CLINTON AND DeKALB COUNTIES, MISSOURI AS FOLLOWS:

Section 1. The City Manager is hereby authorized to sign the agreement by and between the City of Cameron and Alliance Water Resources, Inc. a copy of which is attached hereto and made a part hereof for management and operations services at the Cameron Waste Water Plant.

Section 2. The Mayor is hereby authorized to sign this Ordinance on behalf of the City of Cameron.

Section 3. The City Clerk is hereby directed to attest to the Mayor's signature.

Passed and approved on first reading this 18th day of August 2014.
Passed and approved on second reading this _____ day of _____ 2014.
Passed and approved on third and final reading this _____ day of _____ 2014.

_____
Mayor Dennis M. Clark

ATTEST:

_____
City Clerk/Finance Clerk

First Reading