Agenda Item

TO: Mayor and City Council

FROM: Mark S. Gaugh, Director of Utilities/Asst. City Manager

DATE: August 16, 2010

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 2010-2011 fiscal year for the wastewater plant is $350,075. This is an increase from last year of 2.29%. They have projected increases in lab testing, lab supplies, maintenance supplies and fuel costs as shown on the attached document.

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.

Recommendation

Staff recommends Alliance's request for a new annual fee be approved for the upcoming fiscal year.

Bill 2010-43 Ordinance

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 agreement period is from October 15, 2010 to October 14, 2011.

Section 3. The Mayor is hereby authorized to sign this Ordinance on behalf of the City of Cameron.

Section 4. The City Clerk is hereby directed to attest to the Mayor's signature.

Read two times, passed and approved this 16th day of August 2010.

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Mayor Dennis M. Clark

ATTEST:

City Clerk