

Draft Minutes
City of Homer
Rate Model Committee

September 5, 2012
10:00 a.m.

The meeting came to order at 10:05 a.m.
Present were members Bob Howard and Ken Castner.
Larry Sloan attended as a member of the public.

Mr. Castner had prepared a draft model that explored concepts of cost capture through the progressive iterations of an expanding model.

As the committee worked through the model, gaps of information became apparent. The committee drafted the following request for information from the City.

“We need some information from staff to help flesh out some of the assumptions:

1. We believe the spit differential for water is similar to the old rate differential ~15%. Does the City have any numbers to back or correct that assumption?
2. We believe the spit differential for sewer to be ~30%. Does the City have any information to back or correct the assumption?
3. We believe the high BOD effluent producers are:
 - Restaurants
 - Schools with kitchens
 - Churches with kitchens
 - Stores with food prep kitchens
 - Car washes
 - Seafood Processing
 - Laundries
 - HospitalsCan we get the numbers of each and are there any others?
4. What is the water gallonage sold on the spit?
5. What is the collectable septic gallonage from the spit?
6. Does the City know how many 6” service lines (for sprinkler fire service) exist?”

The committee plugged some numbers into the models to create some future revenue projections. They will continue to work on a model in preparation of a meeting of the full rate committee on September 19.

The meeting adjourned at 12:45 p.m.

The next meeting is scheduled for 9:00 a.m. on September 19.