



City of Naples

City Council Chambers
735 Eighth Street South
Naples, Florida 33940

| -SUBJECT- | Ord. No. | Res. No. | Page |
|--|-------------|-------------|------|
| <u>ANNOUNCEMENTS</u> | | | |
| -MAYOR PUTZELL - noted that Police Officer Middlebrook would distribute summonses for the Easter Seal cake sale. | | | 1 |
| -CITY MANAGER JONES - noted the addition of discussion of Sunday alcoholic beverage sales to the agenda for the workshop, 03/26/86 | | | 1 |
| <u>APPROVAL OF MINUTES</u> - Workshop Meeting, 02/18/86 Regular Meeting, 02/29/86 | | | 1&3 |
| <u>PURCHASING</u> | | | |
| -BID AWARD - pre-cast concrete trash receptacles, Community Services | | 86-4955 | 2&3 |
| -BID AWARD - renovation of employee dayroom, Solid Waste Div., Utilities Department | | 86-4956 | 2&3 |
| -BID AWARD - 2 aerial bucket trucks - Community Services Department | | 86-4957 | 2&3 |
| -BID AWARD - Street tree planting - Parks & Parkways Div, Community Services Department | | 86-4958 | 2&3 |
| -Waive bids - sole source - vacuum filter for water treatment plant | | 86-4959 | 3 |
| <u>RESOLUTIONS</u> | | | |
| -Authorization for reimbursement of installation of oversized storm sewers - SW cnr 7th Av No & Goodlette Rd | | 86-4952 | 1&3 |
| -Accept water main - The Pines (Pine Ridge) | | 86-4953 | 2&3 |
| -Accept water main on Hickory & Carica Rds (Pine Ridge) | | 86-4954 | 2&3 |
| -Authorize contract w/Camp Dresser & McKee - eng. serv. - bidding and construction of effluent reuse system | | 86-4960 | 5 |
| -Set minimum liability insurance - newspaper vending machines | | 86-4961 | 8 |
| <u>ORDINANCES - First Reading</u> | | | |
| -Approve Rezone Pet. 86-R10 - east side of Goodlette-Frank Rd, no. of Central & so. of Police/Utilities complex to "PD" | 86- | | 3 |
| -Approve Rezone Pet. 86-R3 - "Hemingway Place" - no. side of 9th Av So between 7th & 8th Sts So | 86- | | 4 |
| -Approve increase in water rates - Second Reading - 04/16/86 | 86- | | 6 |
| -Approve increase in sewer rates - Second Reading - 04/16/86 | 86- | | 6 |
| -Approve sewer use ordinance | 86- | | 6 |
| -TABLE - ordinance amending General Pension Board membership | 86- | | 7 |
| <u>DISCUSSION</u> | | | |
| -Presentation by South Florida Water Management District - Water Conservation Season - <u>Adopted proclamation for same</u> | | | 4 |
| -Presentation and update - Camp Dresser & McKee re wastewater treatment plant expansion and effluent reuse disposal project | | | 5 |

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CONSENT AGENDA (Cont)

---RESOLUTION 86-4953

ITEM 6

A RESOLUTION ACCEPTING A BILL OF SALE FROM PENINSULA IMPROVEMENT COMPANY RELATING TO THE WATER MAIN EXTENSION TO SERVE THE PINES, PHASE I; AND PROVIDING AN EFFECTIVE DATE.

Title not read.

*** *** ***

---RESOLUTION 86-4954

ITEM 7

A RESOLUTION ACCEPTING A BILL OF SALE FROM BILL V. LUNTEREN REGARDING A WATER MAIN EXTENTION INSTALLED ON CARICA ROAD; AND PROVIDING AN EFFECTIVE DATE.

Title not read.

*** *** ***

PURCHASING

ITEM 8

---RESOLUTION 86-4955

ITEM 8-a

A RESOLUTION AWARDDING THE BID FOR THIRTY (3) PRECAST CONCRETE TRASH RECEPTACLES; AUTHORIZING THE CITY MANAGER TO ISSUE A PURCHASE ORDER THEREFOR; AND PROVIDING AN EFFECTIVE DATE.

Title not read.

*** *** ***

---RESOLUTION 86-4956

ITEM 8-b

A RESOLUTION AWARDDING THE BID FOR RENOVATIONS TO THE SOLID WASTE DIVISION'S EMPLOYEE DAYROOM; AUTHORIZING THE CITY MANAGER TO ISSUE A PURCHASE ORDER THEREFOR; AND PROVIDING AN EFFECTIVE DATE.

Title not read.

*** *** ***

---RESOLUTION 86-4957

ITEM 8-c

A RESOLUTION AWARDDING THE BID FOR TWO (2) AERIAL BUCKET TRUCKS; AUTHORIZING THE CITY MANAGER TO ISSUE A PURCHASE ORDER THEREFOR; AND PROVIDING AN EFFECTIVE DATE.

Title not read.

*** *** ***

---RESOLUTION 86-4958

ITEM 8-d

A RESOLUTION AWARDDING THE BID FOR STREET TREE PLANTING; AUTHORIZING THE CITY MANAGER TO ISSUE A PURCHASE ORDER THEREFOR; AND PROVIDING AN EFFECTIVE DATE.

Title not read.

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COMMUNITY DEVELOPMENT DEPARTMENT/NAPLES
PLANNING ADVISORY BOARD(Cont)

ITEM 9
(Cont)

---ORDINANCE 86---

ITEM 9-b

AN ORDINANCE REZONING PROPERTY LOCATED ON 9TH AVENUE SOUTH BETWEEN 7TH AND 8TH STREETS FROM "R1-7.5" SINGLE-FAMILY RESIDENTIAL, TO "PD" PLANNED DEVELOPMENT; DIRECTING THAT THE ZONING ATLAS BE REVISED TO REFLECT SAID REZONING; APPROVING THE OFFICIAL DEVELOPMENT PLAN IN COMMUNITY DEVELOPMENT FILE 86-R3; AND PROVIDING AN EFFECTIVE DATE.

PURPOSE: TO REZONE SAID PROPERTY AT THE REQUEST OF THE OWNERS TO CONSTRUCT EIGHT (8) SINGLE-FAMILY DWELLING UNITS WITHIN FOUR (4) BUILDINGS.

Title read by City Attorney Rynders.

Community Development Director Barry explained that this rezone had been requested by the property owner and noted a diagram that had been made to demonstrate that eight lots could be permitted on this property with Council approval for access from the alley for two of the lots (Attachment #2). He also noted the exhibit showing the proposed lot configuration (Attachment #3). He noted that the "PD" designation would require a drainage plan whereas single family residential development did not have the same requirement. He further explained "zero lot line" as meaning that there would be no side yard setback between two units in each of the four groups of buildings; but that there would be a double side yard on the other side of each set of dwellings. Mr. Graver disputed the statement that eight lots could be permitted, because he noted the need for Council approval for the access from the alley for two of the lots. He further expressed his opinion in opposition to the town house effect in the single family area. Realtor David Spencer, civil engineer Rick Carr and architect Robert Forsythe spoke in support of this project. Mayor Putzell noted his concern about having eight garages close to the street. Mayor Putzell noted that this was a First Reading and final action would not be taken until the Second Reading.* Mr. Forsythe suggested that the alley could be opened and the garages put in the back. Local resident Kevin Donovan spoke against this development and Carol Scheufler, adjacent neighbor, spoke against opening the alley. Mr. Richardson noted that all construction had to be raised above the flood level and the drainage problem would exist with any construction. He felt that a planned development might have more control over water retention.

MOTION: To DENY the petition as presented.

MOTION: To APPROVE the ordinance as presented on First Reading.

-----END COMMUNITY DEVELOPMENT/P.A.B.-----

*AS AMENDED - 04/02/86 - Mayor Putzell asked that the minutes reflect his suggestion to table this matter until there was further discussion with the petitioner about the garages.

| | | | | | |
|-------------------|---|---|---|--|---|
| Anderson-McDonald | | | X | | |
| Barnett | | | | | X |
| Bledsoe | | | | | X |
| Crawford | | X | X | | |
| Graver | X | | X | | |
| Richardson | | | | | X |
| Putzell (3-4) | | | | | X |
| <u>FAILED</u> | | | | | |
| Anderson-McDonald | | | X | | |
| Barnett | X | | X | | |
| Bledsoe | | | X | | |
| Crawford | | | | | X |
| Graver | | | | | X |
| Richardson | | X | X | | |
| Putzell (4-3) | | | | | X |

COUNCIL MEMBERS

MOTION SECTION ABSENT

PRESENTATION BY SOUTH FLORIDA WATER MANAGEMENT DISTRICT REGARDING "WATER CONSERVATION SEASON" PROGRAM.

ITEM 10

Cathleen Anclade, representing the South Florida Water Management District, distributed packets of information to Council which are on file in the meeting packet in Clerk's office. She addressed Council concerning their "Water Conservation Season" program and asked that they adopt a proclamation that she had distributed (Attachment #4).

Anderson-
McDonald
Barnett
Bledsoe
Crawford
Graver
Richardson
Putzell

X

X

CONSENTS

MOTION: To ADOPT the proclamation as presented.

PRESENTATION AND UPDATE BY CAMP DRESSER & MCKEE, INC., CONSULTING ENGINEERS WITH REFERENCE TO THE WASTEWATER TREATMENT PLANT EXPANSION AND EFFLUENT DISPOSAL PROJECT.

ITEM 11

Requested by City Manager

Chuck Bolton, Camp Dresser & McKee, Inc. (CDM), reviewed the background of the expansion of the wastewater treatment plant, the upgrading of the treatment of the effluent, and the reuse of the effluent on golf courses. He noted the \$3-million grant from the Department of Environmental Regulation (DER). Lou Marcello, project manager for CDM, reviewed the status of the DER grant, noting that he expected to be able to advertise for bids by the 1st of May, receive the bids by the 1st of June and submit them to DER for approval. He felt that contracts could be awarded after state approval and construction could begin about the 1st or 15th of September to be on line in one year. He noted that the sewer use ordinance on this agenda was a state requirement in conjunction with the grant. He noted that a project management conference on February 25, 1986, held by the DER with the City staff and representatives of CDM to work out the details of how the paper work would be handled during the construction phase so that the grant payments to the City can be handled in a prompt manner. Concerning the treatment plant expansion, Mr. Marcello noted that several structures had been completed and others were still under construction. He estimated that the contractor was about 50% complete. He noted there were two problems to bring to Council's attention. One, he stated, was a claim submitted by the contractor for a time extension for delays that had occurred and some costs that were involved with that. He further stated that after reviewing the claim with the City staff, a letter had gone back to the contractor denying the claim. He added that the contractor had resubmitted the claim and that matter is being considered at this time. In response to a question from Mayor Putzell, Mr. Marcello stated that the original claim from the contractor was for \$1.7-million. The second matter, he continued, was that one of the major suppliers of equipment for the project, Wells Products, had gone out of business. He noted that the contractor has been addressing alternatives to the solution of this problem by contacting the suppliers of Wells Products for each individual piece of equipment. In response to questions from Council, Mr. Marcello said that CDM might recommend a time extension for this problem, if it becomes necessary, but their legal counsel has suggested that cost differential should be solved by the contractor with Wells Products. City Manager Jones explained that the time delay already requested by the contractor was not caused by anything the City did and he felt it was the contractor's responsibility to handle it. He felt the problem with the supplier was out of the contractor's realm of control and the City might find that a time extension should be allowed for that situation. He went on explain that there had been delays to comply with some of the grant requirements for reuse system and obtaining a state permit to discharge into the Gordon River and consequently the estimates for that phase may be higher than anticipated costs. He noted, however, that plans had been formulated to offset any increases. Mayor Putzell noted City Manager Jones' memo dated March 10, 1986 (Attachment.#5).

COUNCIL MEMBERS

MOTION
S E C O N D
Y E N O T
A B S E N T

---RESOLUTION 86-4960

ITEM 12

A RESOLUTION AUTHORIZING THE MAYOR AND CITY CLERK TO EXECUTE AMENDMENT NO. 7 TO THE ENGINEERING AGREEMENT BETWEEN THE CITY OF NAPLES AND CAMP DRESSER & MC KEE, INC., RELATING TO PROFESSIONAL SERVICES FOR BIDDING OF THE CITY OF NAPLES WASTEWATER TREATMENT PLANT EXPANSION AND EFFLUENT DISPOSAL PROJECT; AND PROVIDING AN EFFECTIVE DATE.

Ti
Title not read.

Action taken as per the preceding discussion - Agenda Item 11.

MOTION: To ADOPT the resolution as presented.

*** : ***

-----FIRST READINGS-----

---ORDINANCE 86-

ITEM 13

AN ORDINANCE RELATING TO RATES FOR WATER SERVICE, AMENDING SECTION 26-8, ENTITLED "RATE SCHEDULE", OF THE CODE OF ORDINANCES OF THE CITY OF NAPLES; AND PROVIDING AN EFFECTIVE DATE.
PURPOSE: TO REVISE THE RATE STRUCTURE FOR WATER SERVICE RATES.

Title read by City Attorney Rynders.

City Manager Jones reviewed the information in his memo dated March 19, 1986 (Attachment #6). With the help of Finance Director Hanley, the City Manager explained figures shown on the wall screen (Attachment #7). In response to questions from Council, the City Manager briefly explained the balance between supplying water to the County until they had their own facilities and the City's service area population increased. Citizen Frank Lualdi read a statement into the record (Attachment #8) in opposition to these increases. J. Sandy Scatena, citizen, noted concurrence with Mr. Lualdi's request for more information and asked that Council delay passage of this until it had been thoroughly studied by the public. Citizen Gilbert Blanquart questioned what had been done to reduce costs in the operation of the water and sewer plants. City Manager Jones responded to some of Mr. Blanquart's inquiries, stating that the plants were operated in a very efficient manner. Mayor Putzell agreed that there was no urgency for final approval of this matter.

MOTION: To APPROVE the ordinance as presented on First Reading and to have the Second Reading on April 16, 1986.

*** : ***

---ORDINANCE 86-

ITEM 14

AN ORDINANCE RELATING TO RATES AND CHARGES FOR SEWER SERVICE, AMENDING SECTION 11-3.1, ENTITLED "NEW SERVICE CONNECTIONS INSIDE AND OUTSIDE THE CITY LIMITS; DEFINITIONS; METHOD OF COMPUTING; METHOD OF PAYMENT AND CHARGES", AND SECTION 11-3.3, ENTITLED "SEWER SERVICE - RATES AND CHARGES", OF THE CODE OF ORDINANCES OF THE CITY OF NAPLES; AND PROVIDING AN EFFECTIVE DATE.
PURPOSE: TO REVISE THE RATE STRUCTURE FOR SEWER SERVICE RATES AND CHARGES.

Title read by City Attorney Rynders.

MOTION: To APPROVE the ordinance as presented on First Reading and to have the Second Reading on April 16, 1986.

*** : ***

| | | | | |
|-------------------|---|---|---|--|
| Anderson-McDonald | | | X | |
| Barnett | X | | X | |
| Bledsoe | | | X | |
| Crawford | | | X | |
| Graver | | | X | |
| Richardson | | X | X | |
| Putzell (7-0) | | | X | |

| | | | | |
|-------------------|---|---|---|--|
| Anderson-McDonald | | X | X | |
| Barnett | X | | X | |
| Bledsoe | | | X | |
| Crawford | | | X | |
| Graver | | | X | |
| Richardson | | | X | |
| Putzell (7-0) | | | X | |

| | | | | |
|-------------------|---|---|---|--|
| Anderson-McDonald | | X | X | |
| Barnett | X | | X | |
| Bledsoe | | | X | |
| Crawford | | | X | |
| Graver | | | X | |
| Richardson | | | X | |
| Putzell (7-0) | | | X | |

Supplemental Attendance List - Regular Meeting, March 19, 1986

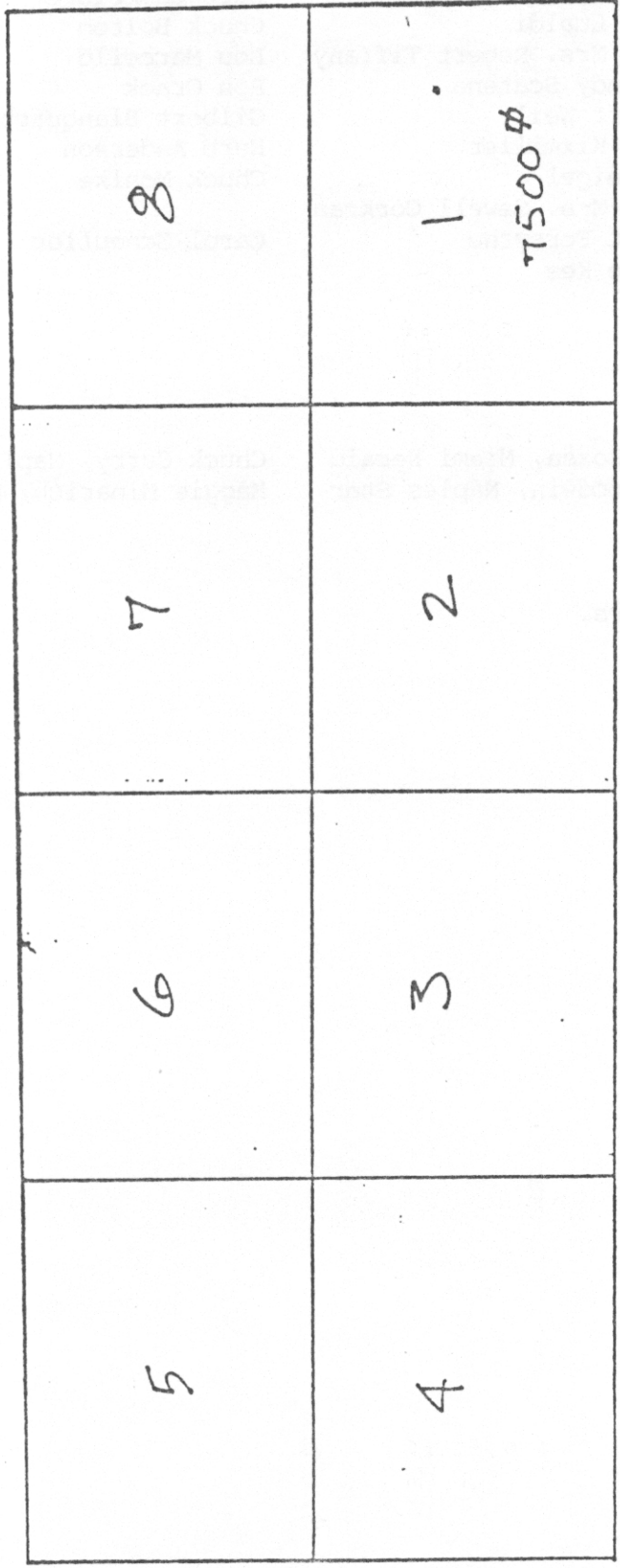
| | | |
|----------------------|---------------------------|-------------------|
| Rabbi Mark Galub | Brad Estes | Herb Cambridge |
| David Spencer | Frank Lualdi | Chuck Bolton |
| Rick Carr | Mr. & Mrs. Robert Tiffany | Lou Marcello |
| Thomas Peek | J. Sandy Scatena | Ron Orack |
| Mrs. Dorothy Putzell | Gilbert Weil | Gilbert Blanquart |
| Mrs. Lyle Richardson | Bruce Kixmiller | Herb Anderson |
| Martha Kinkaid | Jim Weigel | Chuck Mohlke |
| Willie Anthony | Mr. & Mrs. Sewell Corkran | Carol Scheufler |
| Kevin Donovan | Robert Forsythe | |
| | Barrie Kee | |

News Media

| | | |
|---------------------|--------------------------|--------------------------------|
| Jerry Pugh, TV-9 | Lori Rozsa, Miami Herald | Chuck Curry, Naples Daily News |
| Chris Wallace, TV-9 | Don Goodwin, Naples Star | Maggie Minarich, Naples Star |

Other interested citizens and visitors.

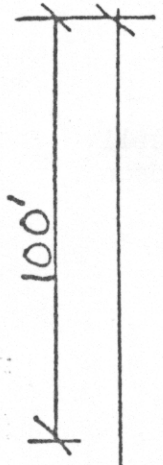
ALLEY



8TH STREET SOUTH

7TH STREET SOUTH

75'



400'

9TH AVENUE SOUTH



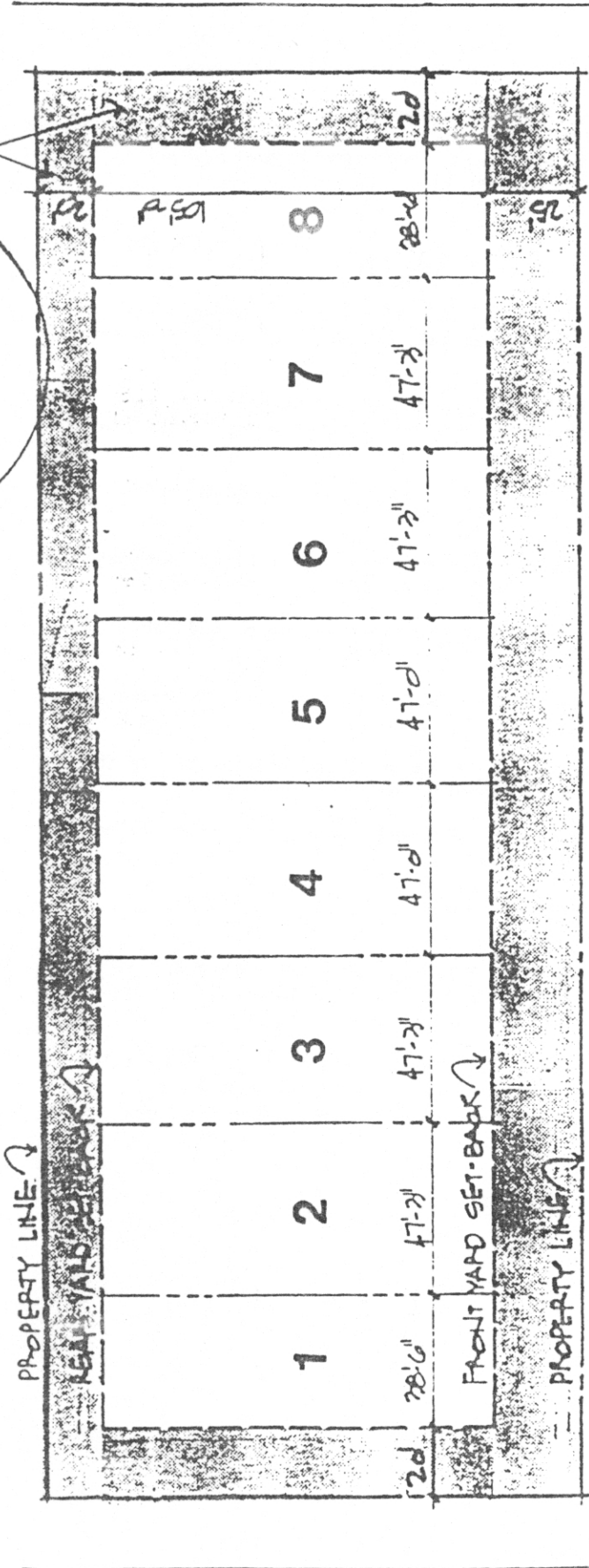
EIGHT(8) LOT CONFIGURATION POSSIBLE UNDER PRESENT "R1-7.5" ZONE DESIGNATION WITH CITY COUNCIL APPROVAL OF ACCESS FROM THE EXISTING ALLEY FOR LOTS 6 & 7.

HEMINGWAY PLACE

RECEIVED

FEB 13 1986
PLANNING DEPT.
CITY OF NAPLES, FLA.

8TH AVENUE SOUTH



7TH STREET SOUTH

-11-

9TH AVENUE SOUTH

COMMON AREA



SITE PLAN: PROPOSED PARCELS & COMMON AREAS

1" = 50'-0"

PROCLAMATION OF
DECLARING MARCH THROUGH MAY 1986 AS WATER CONSERVATION SEASON

WHEREAS, Water is essential for life; and

WHEREAS, Agriculture, commerce, industry, recreation and the environment depend on a plentiful supply of fresh water; and

WHEREAS, Water is a valuable natural resource; and

WHEREAS, in South Florida, a subtropic environment, water is an unpredictable resource due to seasonal and periodic rainfall patterns; and

WHEREAS; South Florida's phenomenal growth rate is increasing the demand and competition for this resource; and

WHEREAS; The loss of area wetlands has reduced water storage capacity and aquifer recharge potential, thereby reducing freshwater supplies; and

WHEREAS, During the dry season, South Florida's demand for fresh water is intensified by tourists, seasonal residents and irrigation needs; and

WHEREAS, periodic water shortages and droughts are part of the region's normal meteorological pattern; and

WHEREAS, shortages and drought heighten risks of wildfires, economic hardship and wellfield contamination from saltwater intrusion; and

WHEREAS, South Florida must protect its water resources and cope with water shortages; and

WHEREAS, Water conservation can help achieve these goals by reducing water waste; and

WHEREAS, efficient water use and a commitment to conservation is the responsibility of every water consumer; and

WHEREAS, The South Florida Water Management District is encouraging community conservation.

NOW, THEREFORE, BE IT PROCLAIMED BY _____

THAT WE ENDORSE THE DISTRICT'S EFFORTS AND JOIN THEM IN DECLARING THE MONTHS OF MARCH THROUGH MAY 1986 TO BE WATER CONSERVATION SEASON.

BE IT RESOLVED that this Proclamation, duly backed and ribboned, and executed by the members of _____ be presented to _____.



City of Naples

--- MEMO ---

TO: HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL
FROM: CITY MANAGER FRANKLIN C. JONES
SUBJECT: ENGINEERING SERVICES - WASTEWATER TREATMENT PLANT EXPANSION
DATE: MARCH 10, 1986

BACKGROUND: In January of 1983, City Council adopted a resolution which provided for an agreement between the City of Naples and Camp Dresser & McKee, Inc. for engineering services associated with the expansion of our wastewater plant (Phase I) and the effluent reuse (Phase II). To ensure appropriate accounting of the fees associated with these services it was decided that a negotiating process would take place at certain steps of each phase (i.e. design, bidding and construction). In addition, the step process will ensure a more efficient audit of the records at project close-out.

ANALYSIS:

Engineering Services During Bidding of the Effluent Reuse System

In September of 1984, City Council authorized a \$30,882 not-to-exceed amount to Camp Dresser & McKee, Inc. for the engineering services during the bidding portion of the effluent reuse system. At that point in time it was felt that a single contract would be let for the Phase II work. It has now been decided that two separate contracts are to our advantage. One contract would be for the plant expansion associated with treatment of the effluent and the other would be the pipelines and pump stations at the golf courses. As these are two different types of construction, a general contractor would not have to subcontract any work. The benefit for the City is not having to pay a profit to the general contractor for work performed by a subcontractor. To accommodate the extra work involved with the bid process of two contracts instead of one, Camp Dresser & McKee, Inc. is requesting an additional \$16,078. We have reviewed the details of this request (see attached) and find them consistent with previously submitted rates and fees.

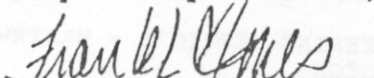
Engineering Services During Construction of the Effluent Reuse System

The final negotiations with Camp Dresser and McKee, Inc. (C.D.M.) include engineer costs associated with the construction portion of the effluent reuse system. The attached proposal from CDM is consistent with rates and fees previously submitted on other portions of their work. The estimated number of hours for each classification have been reviewed and appear realistic. The scope of work (Exhibit A attached) identifies the responsibilities of the engineer and meets with our approval. Exhibit B outlines the method of compensation agreed upon.

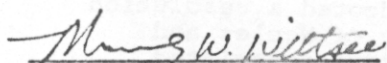
RECOMMENDATION: I respectfully request City Council adopt a resolution authorizing the following:

- (1) A not-to-exceed amount of \$46,960 for engineering services during bidding of the effluent reuse system.
- (2) A not-to-exceed amount of \$644,900 for engineering services during construction of the effluent reuse system.

Respectfully submitted,


Franklin C. Jones
City Manager

Prepared by:


Mark W. Wiltsie
Assistant City Manager

MWW/ca



City of Naples

--- MEMO ---

TO: Honorable Mayor & Members of City Council
 FROM: Franklin C. Jones, City Manager
 SUBJECT: WATER/SEWER RATES
 DATE: March 19, 1986

Background:

The City contracted with the accounting firm of Coopers and Lybrand in 1981 to perform a water and sewer rate study. Their task was to evaluate alternative rate structures and recommend a preferred rate structure. In addition, they reviewed our systems development charges and trained the staff in implementing the adopted procedures.

The structure that was recommended and approved is a three part rate that allocates costs to billing, capital recovery, and variable or commodity costs. Billing costs are related to the number of customers in the system and are designed to recover the expenses associated with meter reading, postage, and billing. Variable costs or commodity costs are designed to recover expenses associated with providing water and sewer such as chemicals, electricity, and labor. Capital recovery costs are fixed and related to the cost of having the system in place and prepared to serve the customer.

Each year the budgeted numbers are run through this formula to determine what changes if any are needed in our rates. As pointed out earlier, billing costs are sensitive to postage and meter reading costs spread over our customer population while our variable costs are sensitive to consumption. Capital recovery costs, however, are determined primarily by debt service and non revenue offsets such as interest and remain fixed until new debt is issued or major capital improvements are made. During the past 18 months we have had two advance refunding debt issues and one new money issue. Our new money issue had a significant impact on our sewer capital recovery charges as was expected. Our refundings lowered our water capital recovery charges.

Based on discussions at our February 26, 1986 Workshop we are going to pursue the two year rate recommendation.

Analysis:

My evaluation of the systems needs are reflected in Attachments "A" - "E". All our numbers were run through the formula and the adjustments are shown. For our water and sewer systems the current rates and the recommended rates follow:

| | <u>WATER</u> | |
|------------------|----------------|---------------------------------|
| | <u>Current</u> | <u>Two Year Recommended</u> |
| Billing | \$ 1.43 | \$ 1.53 |
| Per 1000 Gal | .78 | .84 |
| Capital Recovery | | |
| 5/8" & 3/4" | 2.77 | 3.05 |
| 1" & 1 1/4" | 11.08 | 12.20 |
| 1 1/2" | 27.70 | 30.50 |
| 2" | 41.55 | 45.75 |
| 3" | 83.10 | 91.50 |
| 4" | 110.80 | 122.00 |
| 6" | 138.50 | 152.00 |

| | <u>SEWER</u> | |
|------------------|----------------|---------------------------------|
| | <u>Current</u> | <u>Two Year Recommended</u> |
| Billing | \$ 1.12 | \$ 1.31 |
| Per 1000 Gal | 1.04 | 1.15 |
| Capital Recovery | 12.95 | 14.50 |

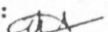
Our sewer systems development charges must also be adjusted. We had the firm of Coopers & Lybrand review these charges recently in view of our new bond issue and these are the fees they have suggested we adopt. Attachment "A" presents the existing and the proposed rates for systems development fees.

Conclusions and Recommendations:

I suggest we amend sections 11-3.3, 11-3.1(C) (1) (2) (3) and 26-8 of the code of ordinance for sewer and water to reflect the proposed rates. This change will insure an adequate revenue flow to meet our debt and operational requirements for the next two years.

Respectfully submitted,


 Franklin C. Jones, City Manager

Prepared by: 
 Frank W. Hanley, Finance Director

SEWER SYSTEM BASE RATE

From December 1984

| | <u>Billing</u> | <u>Capacity</u> | <u>Commodity</u> |
|--|-----------------------|-----------------|------------------|
| Data Processing | \$21,000 | | |
| Customer Service | 27,715 | | |
| Debt Service | | \$ 1,595,745 | |
| CIP | | 17,494,500 | |
| Interest (on Const. Fd., DSR, Avg. Rev.) | | (300,000) | |
| Connections | | (5,000) | |
| Inspection | | (1,000) | |
| Systems Development | | (171,000) | |
| Reserves Bond Proceeds, Grant | | (17,200,000) | |
| Revenue Generation | | 261,450 | |
| Salaries & Benefits | | | \$ 813,500 |
| Chemicals | | | 194,854 |
| Electric | | | 279,024 |
| Repairs | | | 85,044 |
| Other | | | 107,616 |
| Administration Costs | | | 248,329 |
| | <hr/> | | |
| | \$48,715 | \$ 1,674,695 | \$1,728,367 |
| | <hr/> | | |
| | 48,715 = | 1,674,695 = | 1,728,367 = |
| | 7,286 | 21,552 | 1,662,804 |
| | <hr/> | | |
| | \$1.12/per Billing | \$12.95 | \$1.04 |

SEWER COMMODITY COST BREAKDOWN

FOR 84-85, 85-86, AND 86-87

| | <u>84-85</u> | <u>85-86</u> | <u>% +(-)</u> | <u>86-87</u> | <u>% +(-)</u> |
|-------------------------|--------------|--------------|---------------|--------------|---------------|
| 1. Salaries & Benefits | \$ 813,500 | \$ 940,646 | 15 | \$987,678 | 5 |
| 2. Electric | 279,024 | 264,942 | (2) | 293,395 | 7 |
| 3. Chemicals | 194,854 | 272,925 | 36 | 284,813 | 7 |
| 4. Repairs | 85,044 | 76,644 | (10) | 82,392 | 8 |
| 5. Administration Costs | 248,329 | 285,557 | 15 | 306,974 | 8 |
| 6. Other | 107,616 | 131,768 | 22 | 165,166 | 25 |
| | <hr/> | | | | |
| | \$1,728,367 | \$1,972,482 | | \$2,120,418 | |

COMMENTS

1. Add two employees 1985
3. Chlorine up 15% in 1985 plus 69,000 in change orders
5. Sewer is a larger user of the Administration Costs because of plant expansion.
6. Operating supplies, uniforms, transportation.

WATER RATES CURRENT BASE CALCULATION

From December 1984

| <u>Billing</u> | <u>Capacity</u> | <u>Commodity</u> |
|---|-----------------|------------------|
| Meter Readers | \$ 53,518 | |
| Data Processing | 24,000 | |
| Customer Service | 31,865 | |
| Debt Service | \$ 1,118,005 | |
| CIP | 1,554,450 | |
| Interest (DSR, R&R, Avg Rev Bal) | (433,000) | |
| Tapping | (60,000) | |
| Conn., Reinst. Hydrant | (31,000) | |
| Systems Development | (228,000) | |
| '77 Reserves + R&R reserves (784,099, 191,726) | (975,825) | |
| County Revenues | (171,738) | \$ (277,762) |
| Salaries & Benefits | | 996,902 |
| Electricity | | 716,000 |
| Chemicals | | 576,386 |
| Other | | 175,687 |
| Administration Costs | | 413,285 |
| <hr/> | | |
| \$109,383 | \$ 772,892 | \$2,600,498 |
| <u>109,383</u> | <u>772,892</u> | <u>2,600,498</u> |
| 12,769 = | 46,500 = | 3,316,830 = |

.78¢/1,000

| | | |
|------------|-----------|--------|
| \$1.43 per | 5/8 & 3/4 | 2.77 |
| Billing | 1 & 1/4 | 11.08 |
| | 1 1/2 | 27.70 |
| | 2 | 41.55 |
| | 3 | 83.10 |
| | 4 | 110.80 |
| | 6 | 138.50 |

WATER COMMODITY COST BREAKDOWN

FOR 84-85, 85-86, AND 86-87

| | <u>84-85</u> | <u>85-86</u> | <u>%+(-)</u> | <u>86-87</u> | <u>%+(-)</u> |
|-------------------------|--------------------|---------------------|--------------|---------------------|--------------|
| 1. Salaries & Benefits | \$ 996,902 | \$ 1,048,639 | 5 | \$ 1,101,071 | 5 |
| 2. Electric | 716,000 | 784,000 | 9 | 831,040 | 6 |
| 3. Chemicals | 576,386 | 578,645 | -- | 623,849 | 8 |
| 4. Administration Costs | 413,285 | 486,238 | 17 | 515,412 | 6 |
| 5. Other | 175,687 | 194,094 | 10 | 205,740 | 6 |
| 6. County Revenues | (277,762) | (310,000) | | (328,600) | |
| | <u>\$2,600,498</u> | <u>\$ 2,781,616</u> | | <u>\$ 2,948,512</u> | |

COMMENTS

1. Normal Salary and Merit increases.
- 2.
- 3.
4. Water is utilizing a larger share of the administrative charges. More P.O.'s, change orders, etc.
5. Rentals and repairs up 25%.
- 6.

W/S CUSTOMER COST COMPARISON - EXISTING RATE vs PROPOSED RATE

| Customer | Meter Size | 2 Month Consumption | Water Existing | Water Proposed | Sewer Existing | Sewer Proposed | % Increase |
|-------------|------------|---------------------|----------------|----------------|----------------|----------------|------------|
| Residential | 5/8 & 3/4 | 20,000 gal. | \$ 15.90 | \$ 17.18 | \$ 28.11 | \$ 31.34 | 10% |
| Residential | 1 & 1/4 | 60,000 gal. | 51.51 | 55.73 | 28.11 | 31.34 | 9% |
| Residential | 1 1/2 | 100,000 gal. | 95.43 | 103.43 | 28.11 | 31.34 | 9% |
| Commercial | 2 | 103,000 gal. | 111.62 | 121.20 | 185.11 | 206.21 | 10% |
| Commercial | 6 | 235,000 gal. | 295.15 | 320.69 | 560.02 | 624.56 | 10% |

REVENUE GENERATION ALL CUSTOMERS ACTUAL CONSUMPTION

JANUARY & FEBRUARY 1986 EXISTING RATES vs PROPOSED RATES

| | Existing Water | Proposed Water | % Increase |
|--|----------------|----------------|------------|
| | \$ 617,918 | \$ 667,834 | |
| | <u>513,221</u> | <u>572,211</u> | |
| | \$ 1,131,139 | \$ 1,240,045 | 9.6 % |

Frank Lualdi-3225 Rum Row. Resident for 16 years and taxpayer
for same. Phone 262 6713

NOTES NOTES NOTES FOR MEETING of CITY COUNCIL, MARCH 86

MR MAYOR, THANK YOU FOR ALLOWING ME TO SPEAK.

As I understood your campaign rhetoric you want the public to be informed. You want the public to be consulted before the City Council makes any important decisions.

The taxpayers of this city want the City Council to run the government in an honest and open manner. The taxpayer wants the city council to concern itself as to the cost of the government.

The government should want taxes and utility fees to be as low as possible. Not lower than other cities but as low as they can possibly be. We do not care what they pay for water in Marco or Miami WE DO CARE WHAT WE PAY.

It should be obvious to all council members that the public was not happy with the way the city government was being run.

Not only were the incumbents defeated in the election but they were defeated by large majorities. I believe one council member received less than 10% of the vote. The Mayor was defeated badly. It was not just because of one issue, the hotel on 41, but because of the arrogant power displayed. They treated the public as if they were children and if the City Mgr. and the Mayor were their bosses. Their motto was "We run it you shut up" "Father knows best."

They were not our fathers, they were our paid and elected public servants and that should never be forgotten by any elected official. That is in a democracy.

Now we have a new Mayor and three new council members. Congratulation to you all. You all promised open government. You all promised us change.

Now I read in the paper that the City Government is considering raising the water and sewer utility rates by 10%. WHY????

Is the water dept in deficit? If so by how much? Is the sewer dept in deficit? If so by how much? Are there surpluses and if so what happens to them?

It boggles the mind to think that the sewer utility and the water utility both NEED a 10% increase in their rates at the same moment in time. Why not 11% or 7&1/2 or 15 or 3 or 20 or NONE?. Or is 10 percent just a nice round number.

How much MONEY will a ten percent increase in the water rates bring in? How much money will a ten percent increase in sewer rates bring in?.

What EXACTLY will be done with the increased funds from water?
What EXACTLY will be done with the increased funds from sewer?

What was the water revenue in the last fiscal year? the year before that and the year before that.

What was our sewer revenue in the last fiscal year? The year before that and the year before that. A five year picture would give us some idea of what has been happening.

What were the detailed expenses of the water dept in the two previous years. What is the DETAIL of the water budget in the coming year? What is the detail of the sewer dept in the coming year.?

THESE ARE JUST A FEW OF THE QUESTIONS THAT SHOULD BE ASKED BY THE CITY COUNCIL

Will the water and sewer funds be used in the general budget? And then will the City Mgr claim next year the taxes were not raised? This is not Chicago or New York this is Naples and we expect better treatment than that.

I have never heard of utility rates being changed without a long period of time for public groups to consider the matter. Six months at least. That is I never heard of until I came to Naples. Three weeks is a ridiculous period of time. How can you council members possibly get all the information to decide new rates for one utility, no less two. This is the fast shuffle Mr. Jones and crew used in the past and will do again and again if our new city council allows him to.

Did the City Mgr. just discover three weeks ago that rates for two utilities had to be raised? If you don't raise the rates in the next two weeks will the water dept be closed? Will the sewer dept be closed. Nonsense.

We finally got national inflation under control but you could never tell it by what the City Mgr does. Charge more, spend more, raise salaries run every important thing thru in two or three or four weeks and public be dammed. With his salary he can stand the 10% increase in the rates and so can I but there are many people in this city that can't.

Our new Council members said they were going to change things. Are they? Or are they like most reformers ONCE IN every thing runs as usual. Lets give the DETAILS to the people, to the newspapers to the television stations. Lets put this decision off for at least three months so that you and the public can give it the proper consideration. THESE ARE UTILITY RATES YOU ARE CONTEMPLATING NOT SOME MINOR MATTER LIKE A VARIENCE FOR A FRONT LAWN. These are important matters and should be treated as such. Tackle the problem one utility at a time. Any thing else is crazy.

There are only five things that are important to the city. The health of the city, the water supply, public safety(police and fire depts) sewer and garbage disposal. All other matters pale in significance. I thank you for letting me speak. I and the rest of the taxpayers and the general public will be watching and most interested in what you decide.



AGENDA ITEM #16
3/19/86

City of Naples

--- MEMO ---


TO: HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL
 FROM: CITY MANAGER FRANKLIN C. JONES
 SUBJECT: PROPOSED REVISION OF PENSION ORDINANCE
 DATE: MARCH 13, 1986

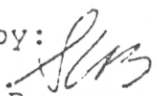
BACKGROUND: During contract negotiations with AFSCME the Union and the City agreed to propose a change in the general pension ordinance. The proposal replaces the City Manager with a general bargaining unit member chosen by the City Manager from a list of three bargaining unit members nominated by the Union.

ANALYSIS: The Union expressed a strong desire during negotiations to be represented in pension decisions. In order to settle the contract in an equitable manner we agreed to the ordinance proposal. The contract has been ratified by both parties but to complete the agreement the attached ordinance amendment is required.

CONCLUSION AND RECOMMENDATION: The attached ordinance amendment is part of the negotiated agreement between the city and the general bargaining unit. As a result I recommend approval of the amendment.

Respectfully submitted,


 Franklin C. Jones, City Manager

Prepared by: 
 Steven C. Brown
 Personnel Director

Enclosure



ATTACHMENT #10

City of Naples

--- MEMO ---

TO: HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL
 FROM: CITY MANAGER FRANKLIN C. JONES
 SUBJECT: MINIMUM AMOUNT OF LIABILITY INSURANCE FOR NEWSRACKS
 DATE: FEBRUARY 28, 1986

BACKGROUND: On October 2, 1985 the City Council passed Ordinance No. 85-4836 which provided a comprehensive set of regulations for newsracks which are located within the public right of way.

Section 3, (11), (f) required that each owner of a newspaper deposit with the City Clerk a certificate of insurance evidencing that a liability insurance policy in minimum amounts set by the City Council has been issued.

ANALYSIS: The City's insurance consultant, Tony Abella of Arthur Gallagher & Company, recommends that the amount of insurance shall be as follows:

Public Liability in the amount not less than \$300,000 for injuries, including accidental death, to any one person, and subject to the same limit for each person, in an amount of not less than \$300,000 on account of one accident; and Property Damage insurance in an amount of not less than \$50,000.

RECOMMENDATION: That the minimum amount of insurance required be as outlined above.

Respectfully submitted,

Franklin C. Jones
 City Manager

Prepared by:

Gerald L. Gronvold, P.E., P.L.S.
 City Engineer
 Engineering Memo #86-20

GLG:sdm
 Attachment