



CITY OF SAINT PAUL

ALASKA

MEMORANDUM TO COUNCIL

TO: Mayor and City Council Members

FROM: Phillip Zavadil, City Manager

CC: Aubrey Wegeleben, City Clerk; Stephanie Mandregan, Finance Director

DATE: August 26, 2024

RE: Ordinance 24-02 – Amending City Code of Ordinances by Adding Title 13 – Utilities, Chapter 13.25 – Bulk Fuel Utility

SUMMARY: Ordinance 24-02 amends City Code of Ordinances by Adding Title 13 – Utilities, Chapter 13.25 – Bulk Fuel Utility.

PREVIOUS COUNCIL ACTION: Council has not acted on this topic.

BACKGROUND AND DISCUSSION: The City’s bulk fuel operation is not considered a utility under the existing City Code of Ordinances. The bulk fuel operation has been managed and operated under the City’s Department of Public Works for decades now. The fuel and gasoline rates are set by the City Administration.

Given the planned upgrades to the bulk fuel facility, increased cost of fuel products, and St. Paul Fuels not providing fuel services to the community, the City Administration thought it would be best to develop an ordinance that provides guidance on the management and operation of this utility and for the Council to be able to set certain rates for the Utility.

ALTERNATIVES: City Council could choose not to approve this ordinance.

FINANCIAL IMPLICATIONS: None.

LEGAL: Legal counsel has reviewed this Ordinance.

ADMINISTRATION COMMENTS AND RECOMMENDATION: Approval of this Ordinance is recommended.

PROPOSED MOTION: I move to approve Ordinance 24-02.

ATTACHMENTS: Ordinance 24-02, Proposed Chapter 13.25 – Bulk Fuel Utility.