

FINANCIAL IMPACT STATEMENT For Council Action Items

INITIATOR'S SUMMARY OF COUNCIL ACTION (Deliver original to Financial Planning Division. Retain copy.)

1. Name of Initiator Craig Sautter		2. Telephone No. 503-823-1549	3. Bureau/Office/Dept. Water Bureau/Public Safety
4a. To be filed (date) December 29, 2010	4b. Calendar (Check One) Regular <input type="checkbox"/> Consent <input checked="" type="checkbox"/> 4/5ths <input type="checkbox"/>	5. Date Submitted to FPD Budget Analyst: December 29, 2010	

1) **Legislation Title:** *Authorize Price Agreements with Wilkins Trucking Company, Inc., and Knife River to provide Aggregate Materials and Related Services for a 5-year contractual total not to exceed \$7,000,000 and \$3,000,000, respectively. (Ordinance)

2) **Purpose of the Proposed Legislation:** The purpose of this action is to authorize Price Agreements with Wilkins Trucking Company, Inc., and Knife River to provide Aggregate Materials and Related Services for up to a 5-year period. The ordinance has estimated not to exceed costs of \$1,400,000.00 per year for Wilkins and \$600,000 for Knife River. The total not to exceed amounts for all 5 years are \$7,000,000.00 for Wilkins and \$3,000,000 for Knife River.

3) **Revenue:**

Will this legislation generate or reduce current or future revenue coming to the City? If so, by how much? If new revenue is generated, please identify the source.
No.

4) **Expense:**

What are the costs to the City as a result of this legislation? What is the source of funding for the expense? (Please include costs in the current fiscal year as well as costs in future years.) (If the action is related to a grant or contract, please include the local contribution or match required.)

The Water Bureau anticipated cost for these Price Agreements is \$1,300,000 per year and is available in the FY 2010-11 Budget. Additional funds will be requested in the FY 2011-12 through 2014-15 Budgets.

Staffing Requirements:

5) Will any positions be created, eliminated or re-classified in the current year as a result of this legislation? (If new positions are created, please include whether they will be part-time, full-time, limited-term or permanent positions. If the position is limited-term, please indicate the end of the term.)

No.

6) Will positions be created or eliminated in future years as a result of this legislation?

No.

COMPLETE THE FOLLOWING SECTION ONLY IF AN AMENDMENT TO THE BUDGET IS PROPOSED.

7) **Change in Appropriations:** (If the accompanying ordinance amends the budget, please reflect the dollar amount to be appropriated by this legislation. Include the appropriate cost elements that are to be loaded by accounting. Indicate "new" in Fund Center column if new cost element needs to be created. Use additional space if needed.)

Fund	Fund Center	Commitment Item	Functional Area	Funded Program	Grant	Amount

David G. Shaff, Administrator



APPROPRIATION UNIT HEAD

City of Portland, Oregon
FINANCIAL IMPACT STATEMENT
For Council Action Items

(Deliver original to Financial Planning Division. Retain copy.)

1. Name of Initiator Gary Halverson	2. Telephone No. 503 823-4750	3. Bureau/Office/Dept. Portland Bureau of Transportation
4a. To be filed (date) December 29, 2010	4b. Calendar (Check One) Regular Consent 4/5ths X	5. Date Submitted to FPD Budget Analyst: December 15, 2010

1) Legislation Title:

*Authorize Price Agreements with Wilkins Trucking Company, Inc., and Knife River to provide Aggregate Materials and Related Services for a 5-year contractual total not to exceed \$7,000,000 and \$3,000,000, respectively. (Ordinance)

2) Purpose of the Proposed Legislation:

The purpose of this action is to authorize Price Agreements with Wilkins Trucking Company, Inc., and Knife River to provide Aggregate Materials and Related Services for up to a 5-year period. The ordinance has estimated not to exceed costs of \$1,400,000.00 per year with Wilkins and \$600,000 for Knife River with total not to exceed amounts of \$7,000,000.00 and \$3,000,000, respectively for all 5 years.

3) Revenue:

Will this legislation generate or reduce current or future revenue coming to the City? If so, by how much? If new revenue is generated please identify the source. No.

4) Expense:

What are the costs to the City as a result of this legislation? What is the source of funding for the expense? The PBOT anticipated cost of this Price Agreement is \$700,000 per year and is available in the FY 2010-11 Budget. Cost for this material is included in PBOT's Five-Year Financial Forecast and appropriation for this agreement will be in the budgets for FY 2011-12 through 2014-15 Budgets.

Staffing Requirements:

5) Will any positions be created, eliminated or re-classified in the current year as a result of this legislation? No.

6) Will positions be created or eliminated in *future years* as a result of this legislation? No.

Complete the following section only if an amendment to the budget is proposed.

7) Change in Appropriations

Fund	Fund Center	Commitment Item	Functional Area	Funded Program	Grant	Amount

Ken Kinoshita (signature)

APPROPRIATION UNIT HEAD (Typed name and signature)



CITY OF PORTLAND

OFFICE OF MANAGEMENT AND FINANCE

Sam Adams, Mayor
Kenneth L. Rust, Chief Administrative Officer
Jeffrey B. Baer, Director, Bureau of Internal Business Services

Christine Moody
Chief Procurement Officer
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1120 S.W. Fifth Avenue, Rm. 750
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(503) 823-5047
FAX (503) 823-6865
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184334

DATE: December 17, 2010

TO: Mayor Sam Adams

FROM: Christine Moody *CM*

**FOR MAYOR'S OFFICE USE
ONLY**

Reviewed by Bureau Liaison _____

RE: *Authorize Price Agreements with Wilkins Trucking Company, Inc., and Knife River to provide Aggregate Materials and Related Services for a 5-year contractual total not to exceed \$7,000,000 and \$3,000,000, respectively. (Ordinance)

1. **INTENDED THURSDAY FILING DATE:** December 29, 2010
2. **REQUESTED COUNCIL AGENDA DATE:** January 5, 2011
3. **CONTACT NAME & NUMBER:** Christine Moody x31095
4. **PLACE ON:** ☒ **CONSENT** ☐ **REGULAR**
5. **BUDGET IMPACT STATEMENT ATTACHED:** ☒ **Yes** ☐ **No** ☐ **N/A**
6. **THREE (3) ORIGINALS OF CONTRACT "APPROVED AS TO FORM" BY CITY ATTORNEY ATTACHED:** ☐ **Yes** ☐ **No** ☒ **N/A**

7. BACKGROUND/ANALYSIS:

The Water Bureau and Portland Bureau of Transportation are routinely involved in excavation work to maintain the City's infrastructure. Construction standards require that they backfill these excavations with approved aggregate materials as well as remove and dispose of the original excavated material (construction spoils). The most cost effective way to meet these needs is to procure the necessary aggregate material and disposal of construction spoils on a long term contractual basis so as to continue an uninterrupted source of supply.

Invitation To Bid (ITB) No. 112000 was issued August 6, 2010 for Aggregate Materials and Related Services and five bids were received. It has been determined that it is most beneficial to the City to award Price Agreements to Wilkins Trucking Company, Inc., and Knife River for not to exceed amounts of \$7,000,000, and \$3,000,000, respectively for the 5-year contractual period.

Legal issues - none known

Controversial issues - none known.

Citizen participation - none - as this was an Invitation To Bid.

Link to current city policies - none

Other governmental participation - none

8. FINANCIAL IMPACT:

Costs for this Price Agreement will be funded from the adopted budgets of the Water Bureau and the Bureau of Transportation.

9. RECOMMENDATION/ACTION REQUESTED:

Authorize Price Agreements with Wilkins Trucking Company, Inc., and Knife River to provide Aggregate Materials and Related Services for 5-year contractual total not to exceed amounts of \$7,000,000 and \$3,000,000, respectively.

An Equal Opportunity Employer

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