

Portland, Oregon

## FINANCIAL IMPACT and PUBLIC INVOLVEMENT STATEMENT For Council Action Items

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

1. Name of Initiator David Hasson		2. Telephone No. 503.823.7158	3. Bureau/Office/Dept. Water/ Finance and Support
4a. To be filed (date):  April 5, 2012	4b. Calendar (Check One)  <div style="display: flex; justify-content: space-around;"> <span>Regular <input checked="" type="checkbox"/></span> <span>Consent <input type="checkbox"/></span> <span>4/5ths <input type="checkbox"/></span> </div>		5. Date Submitted to Commissioner's office and FPD Budget Analyst: April 5, 2012
6a. Financial Impact Section: <input checked="" type="checkbox"/> Financial impact section completed		6b. Public Involvement Section: <input checked="" type="checkbox"/> Public involvement section completed	

**1) Legislation Title:** Authorize a contract with Gary Fiske & Associates to complete a Retail Rate Structure Review (Ordinance)

**2) Purpose of the Proposed Legislation:** The purpose of the contract will be to perform a study reviewing the retail water rate structure with respect to its conservation impacts and incentives for all retail customers. The study will examine the current uniform volume rate structure. The objective of the study will be to evaluate the conservation effectiveness of the current structure, consider the feasibility of alternative rate structures that are widely viewed as being conservation-oriented water rate structures, and evaluate the impacts on water demand that those alternative structures might have compared to the existing structure.

**3) Which area(s) of the city are affected by this Council item? (Check all that apply—areas are based on formal neighborhood coalition boundaries)?**

- |  |                                    |                                    |                                |
|--|------------------------------------|------------------------------------|--------------------------------|
| <input checked="" type="checkbox"/> City-wide/Regional     | <input type="checkbox"/> Northeast | <input type="checkbox"/> Northwest | <input type="checkbox"/> North |
| <input type="checkbox"/> Central Northeast                 | <input type="checkbox"/> Southeast | <input type="checkbox"/> Southwest | <input type="checkbox"/> East  |
| <input type="checkbox"/> Central City                      |                                    |                                    |                                |
| <input type="checkbox"/> Internal City Government Services |                                    |                                    |                                |

### FINANCIAL IMPACT

**4) Revenue:** Will this legislation generate or reduce current or future revenue coming to the City? If so, by how much? If so, please identify the source.  
No.

**5) Expense:** What are the costs to the City related to 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. If there is a project estimate, please identify the *level of confidence*.)

The estimated cost for the work under this contract is \$150,000. Funding is available in the FY 2011-12 Budget and will be requested in the FY 2012-13 Budget.

**6) Staffing Requirements:**

- **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.

- **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 center needs to be created. Use additional space if needed.)*

Fund	Fund Center	Commitment Item	Functional Area	Funded Program	Grant	Sponsored Program	Amount

**[Proceed to Public Involvement Section — REQUIRED as of July 1, 2011]**

PUBLIC INVOLVEMENT

**8) Was public involvement included in the development of this Council item (e.g. ordinance, resolution, or report)? Please check the appropriate box below:**

☐ YES: Please proceed to Question #9.

☒ NO: Please, explain why below; and proceed to Question #10.

This is a result of a State regulatory requirement, namely approval of the City's Water Conservation and Management Plan. Accordingly, public involvement was not included in the development of this item. The Contractor selection process included a member of the Portland Utilities Review Board and a community minority evaluator.

**9) If "YES," please answer the following questions: N/A**

**a) What impacts are anticipated in the community from this proposed Council item?**

**b) Which community and business groups, under-represented groups, organizations, external government entities, and other interested parties were involved in this effort, and when and how were they involved?**

**c) How did public involvement shape the outcome of this Council item?**

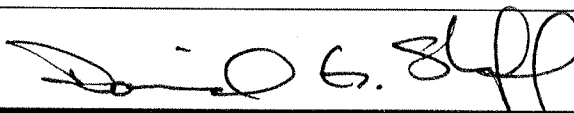
**d) Who designed and implemented the public involvement related to this Council item?**

**e) Primary contact for more information on this public involvement process (name, title, phone, email):**

**10) Is any future public involvement anticipated or necessary for this Council item? Please describe why or why not.**

This study will include a small number of community representatives and one or more members of the Portland Utilities Review Board as project advisors. If the study leads to a recommendation to adopt a revised rate structure, a more extensive community involvement process is anticipated, such as possible public hearings and/or focus groups. This process is not included in this Council item because it is not known what the results of the rate structure review might be. Once that is known, the appropriate form and extent of future public involvement, if any, can be determined.

David G. Shaff, Administrator



BUREAU DIRECTOR (Typed name and signature)