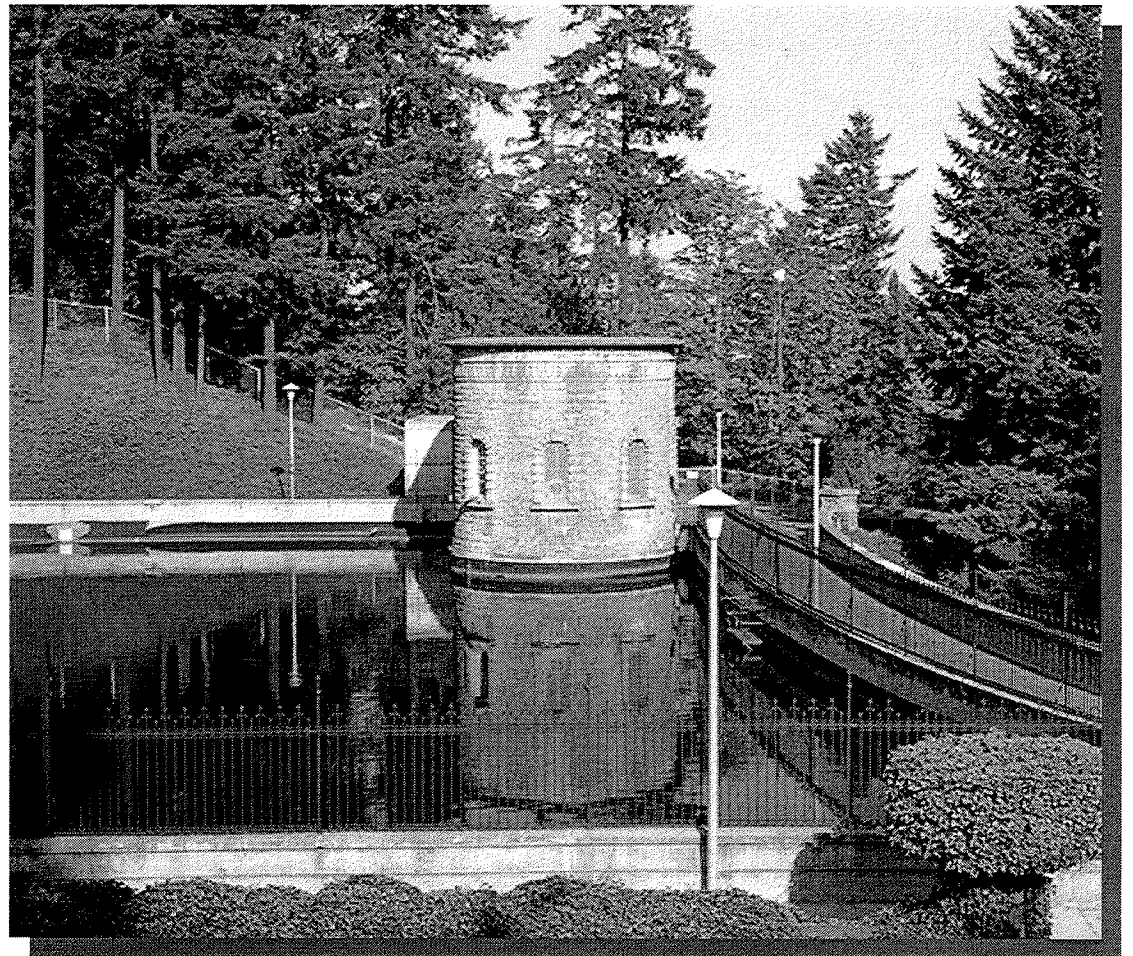
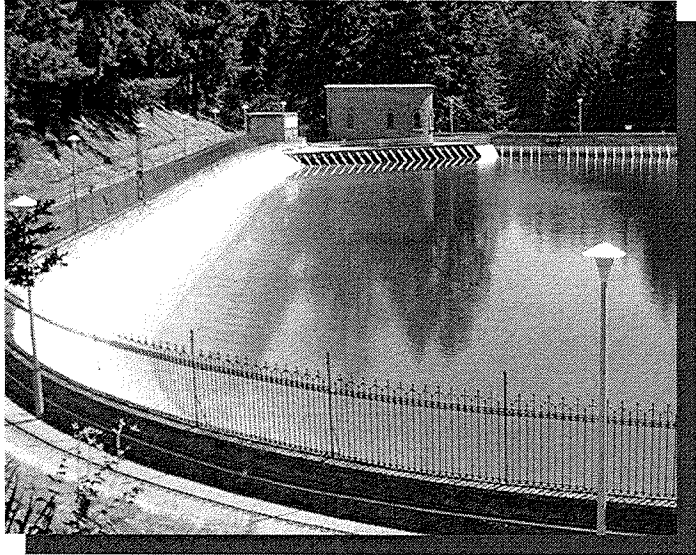
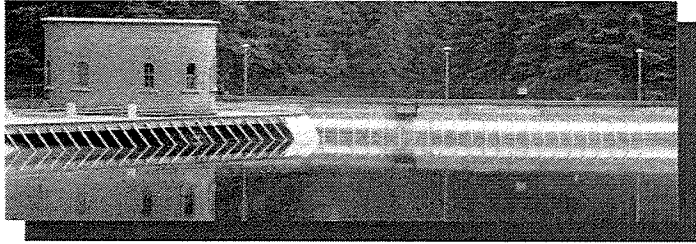


185836

12-12-12

Staff



Portland, Oregon

FINANCIAL IMPACT and PUBLIC INVOLVEMENT STATEMENT For Council Action Items

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

1. Name of Initiator Teresa Elliott		2. Telephone No. 503-823-7622	3. Bureau/Office/Dept. Water/Public Safety
4a. To be filed (date): December 6, 2012	4b. Calendar (Check One) <div style="display: flex; justify-content: space-around;"> Regular <input checked="" type="checkbox"/> Consent <input type="checkbox"/> 4/5ths <input type="checkbox"/> </div>		5. Date Submitted to Commissioner's office and FPD Budget Analyst: December 6, 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:

Adopt findings, authorize an exemption to the competitive bidding process to Procurement Services pursuant to ORS 279C and PCC 5.34, authorize contracts and provide payment for construction of the Washington Park Reservoirs Improvements Project (Ordinance)

2) Purpose of the Proposed Legislation:

The goal of the Washington Park Reservoirs Improvements Project is to provide increased reliability of stored drinking water at Portland Water Bureau's (PWB) Washington Park Reservoir (WPR) site and to protect the stored water.

The PWB's current vision, as identified in the Long Term 2 Enhanced Surface Water Treatment Rule (LT2) Storage Recommendation (March 2009), is to replace the existing open finished drinking water reservoir (WPR No. 3) with 15 million gallons (MG) of buried storage on-site generally within the same footprint as the existing reservoir and to disconnect a second open finished drinking water reservoir (WPR No. 4) from the public water system.

The Water Bureau is proposing an alternative contracting method, namely the Construction Manager/General Contractor (CM/GC) method for this Project. The alternative contracting method will enable the CM/GC to provide input during the design process for value engineering, constructability review, to assist in developing a construction phasing plan and to assist in the land use and permit processes. Use of the CM/GC alternative contracting method is also more likely to minimize costs, reduce change orders, reduce risk, reduce construction impacts, and ensure continuous delivery of high quality water.

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 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 checked="" 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 Engineer's estimate for construction costs is \$38 million with a Low Confidence Level Rating. Funding of \$150,000 is approved in the Water Bureau FY 2012-13 Budget and additional funding will be requested in the FY 2013-14 through FY 2020-21 Budgets.

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 council item is a request for exemption to the competitive bidding process for an alternative procurement method, no public involvement is needed at this point in the process.

9) If "YES," please answer the following questions:

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.

If the alternative procurement is approved and the project is constructed, the local community residents will be informed of construction impacts and the Water Bureau ratepayers will be notified of the project.



David G. Shaff, Administrator



CITY OF PORTLAND

OFFICE OF MANAGEMENT AND FINANCE

Sam Adams, Mayor
Jack D. Graham, Chief Administrative Officer
Bryant Enge, Director, Bureau of Internal Business Services

Christine Moody
Chief Procurement Officer
Procurement Services
1120 S.W. Fifth Avenue, Rm. 750
Portland, Oregon 97204-1912
(503) 823-5047
FAX (503) 823-6865
TTY (503) 823-6868

MEMORANDUM

185836

DATE: December 6, 2012
TO: Mayor Sam Adams
FROM: Christine Moody, Chief Procurement Officer CM
SUBJECT: Adopt findings, authorize an exemption to the competitive bidding process to Procurement Services pursuant to ORS 279C and PCC 5.34, authorize contracts, and provide payment for construction of the Washington Park Reservoirs Improvements Project (Ordinance)

1. **INTENDED THURSDAY FILING DATE:** December 6, 2012
2. **REQUESTED COUNCIL AGENDA DATE:** December 12, 2012
3. **CONTACT NAME & NUMBER:** Jeff Blade, (503) 823-6858
4. **PLACE ON:** ☐ CONSENT ☒ REGULAR
5. **BUDGET IMPACT STATEMENT ATTACHED:** ☒ Y ☐ N ☐ N/A
6. **ONE (1) ORIGINAL COPY OF THE CONTRACT APPROVED AS TO FORM BY CITY ATTORNEY ATTACHED:** ☐ Yes ☐ No ☒ N/A

7. **BACKGROUND/ANALYSIS:** The goal of the Washington Park Reservoirs Improvements Project is to provide increased reliability of stored drinking water at PWB's Washington Park Reservoir (WPR) site and to protect the stored water.

The PWB's current vision, as identified in the Long Term 2 Enhanced Surface Water Treatment Rule (LT2) Storage Recommendation (March 2009), is to replace the existing open finished drinking water reservoir (WPR No. 3) with 15 million gallons of buried storage on-site generally within the existing footprint and to disconnect a second open finished drinking water reservoir (WPR No. 4) from the public water system.

The PWB proposes to use an alternative contracting method in order to establish a CM/GC to provide input during the design process for value engineering, constructability review that will assist in developing a construction phasing plan and to assist in the land use review and permitting processes. Use of an alternative contracting method is more likely to minimize costs and construction impacts thereby ensuring continuous delivery of high quality water.

The City Council is the Local Contract Review Board with the authority to exempt certain public contracts from the competitive bidding requirements of ORS Chapter 279C.

An Equal Opportunity Employer

To help ensure equal access to programs, services and activities, the Office of Management & Finance will reasonably modify policies/procedures and provide auxiliary aids/services to persons with disabilities upon request.

8. **FINANCIAL IMPACT:** The Engineer's estimate for construction costs is \$38 million with a Low Confidence Level Rating. Funding of \$150,000 is approved in the Water Bureau FY 2012-13 Budget and additional funding will be requested in the FY 2013-14 through FY 2020-21 Budgets.
9. **RECOMMENDATION/ACTION REQUESTED:** Authorize an exemption to the competitive bidding process to Procurement Services pursuant to ORS 279C and PCC 5.34 and provide payment for construction of the Washington Park Reservoirs Improvements Project.
10. **SCOPE OF WORK ON PROJECT:** The project includes all labor, materials, tools, equipment, and supervision necessary to replace Washington Park Reservoir No. 3 with 15 million gallons of buried storage on-site generally within the existing footprint of Washington Park Reservoir No. 3, and to disconnect the open finished Washington Park Reservoir No. 4 from the public water system.