

5) 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 year, including Operations & Maintenance (O&M) costs, if known, and estimates, if not known. 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**.)*

N/A

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.)* N/A

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.

There is no financial impact to the City from this ordinance. The proposed amendment to the Utility License Law will reflect the actual rate being paid by the Bureau of Environmental Services and the Portland Water Bureau for bureaus' annual utility license fee payments.

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):

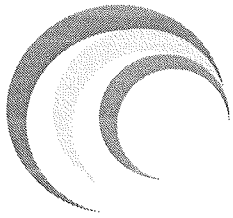
10) Is any future public involvement anticipated or necessary for this Council item? Please describe why or why not.

No future public involvement is anticipated or necessary.



APPROPRIATION UNIT HEAD (Typed name and signature)

Thomas W. Lannom, Director



Office for Community Technology

Charlie Hales, Mayor
Jack D. Graham, CAO
Thomas W. Lannom, Director
Mary Beth Henry, Manager
111 SW Columbia, #600
Portland, OR 97201

▲ Broadband & Communications Policy ▲ Cable Regulation & Consumer Protection ▲ Utility Franchises, Licenses & Wireless

City Council
Agenda Item
Staff Supplemental Report

186366

TO: Mayor Charlie Hales

FROM: Thomas W. Lannom, Director *Thomas W. Lannom*
Contact Person: Mary Beth Henry, 3-5414 *M. Henry*

DATE: Nov 6, 2013

RE: Amend Utility License Law to adjust rate for water and sewer utility license fees (Ordinance; amend Portland City Code Chapter 7.14)

Requested Placement Date: Consent Agenda on November 27, 2013

I. **RECOMMENDATION.** The Office for Community Technology recommends that Council amend Chapter 7.14 to reflect the actual rate being paid by the City water and sewer utilities.

II. **BACKGROUND.** The Utility License Law, City Code Chapter 7.14, assesses a tax rate upon utilities operating within the City, including the Bureau of Environmental Services and the Portland Water Bureau. In September 2004, City Council passed an ordinance to amend the Utility License Law and to limit annual utility license fee payments made by the Bureau of Environmental Services and the Portland Water Bureau. Ordinance No. 178717. The purpose of the ordinance was to gradually reduce the annual water and sewer utility license fee payments from 7.5% to 5% of gross revenues. Water and sewer utility license fees have now reached the point where their actual fee payments equal 5% of gross revenues. The water and sewer utility license fee rates should be amended to 5% of gross revenues to reflect the actual rate being paid. This amendment fulfills the Council's original direction from 2004.

III. **FINANCIAL IMPACT.** There will be no financial impact. This ordinance will amend the city code to reflect the current rate being paid by City water and sewer utilities.



- IV. LEGAL ISSUES. None
- V. CONTROVERSIAL ISSUES. None
- VI. LINK TO CURRENT CITY POLICIES:
<http://www.portlandonline.com/auditor/index.cfm?c=28809>
- VII. CITIZEN PARTICIPATION. N/A
- VIII. OTHER GOVERNMENT PARTICIPATION. N/A
- IX. IF THIS IS A CONTRACT, DOES CONTRACTOR HAVE A CURRENT BUSINESS LICENSE? N/A
- WHAT IS THEIR BUSINESS LICENSE NUMBER? N/A
- IS THEIR ACCOUNT WITH THE CITY CURRENT? N/A
- IF NOT, HOW MUCH IS OWING? N/A