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Nick Fish, Commissioner
Michael Stuhr, P.E., Administrator

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IMPACT STATEMENT

Date: July 17, 2018

Council Date: August 15, 2018

Legislation Title: Authorize a Cooperative Utility Agreement for an estimated amount of \$856,000 with the State of Oregon Department of Transportation to replace water lines (Ordinance)

Contact Name: Christopher Chambers, Engineer

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Presenter Name: Jodie Inman, Principal Engineer
Teresa K. Elliott, P.E., Chief Engineer

Purpose of proposed legislation and background information:

The Water Bureau seeks to enter into a ten-year Cooperative Utility Agreement (Agreement) with the State of Oregon Department of Transportation (State or ODOT) to replace water lines located near Powell Blvd between SE 122nd and SE 136th.

US 26 (Powell Blvd) is a part of the state highway system under the jurisdiction and control of the Oregon Transportation Commission (OTC). The State is conducting a project to install a center turn lane, bike lanes, sidewalks, and other improvements to Powell Blvd between SE 122nd and SE 136th. Water Bureau assets impacted by the project, or otherwise identified as needing replacement by the Water Bureau, will be replaced by the State as part of the project.

Financial and budgetary impacts:

This legislation authorizes a ten-year Agreement between the State and the Water Bureau. Portions of the waterline work are in an area where Water Bureau assets preceded ODOT's ownership and are 100% reimbursable to the Water Bureau. The remainder, and greater percentage, of the waterline work is non-reimbursable. The Water Bureau will be required to provide the State an advance deposit or irrevocable letter of credit for an estimated amount of \$856,000, which is the net cost to the Water Bureau for water line installations. Actual costs may vary, resulting in either a reimbursement to the Water Bureau or additional payment.

Payments to the State are contingent on a final signed Cooperative Utility Agreement. The Agreement shall terminate upon completion of the Project which is estimated to be FY 2028-2029. Significant completion of the Water Bureau portion of this project will be completed by August 9, 2019. Funding of \$1,749,000 is allocated in the FY 2018-19 Water Bureau Budget and funding will be requested in future Water Bureau Budgets.

Funding for the project (W01924) included as part of FY 2018-19 Budget and will be requested in the future years. The total estimated project cost is \$3,228,000 (including reimbursable and non-reimbursable costs) with a low confidence rating. This action will not result in a change to the forecast water rates. This legislation does not impact any current or future staffing levels.

Community impacts and community involvement:

This work will relocate the water system to mitigate the impacts of new storm water system required by ODOT’s Outer Powell Transportation Safety project. Relocating the water main will also improve the water system by renewing 42 domestic services, increasing the number of fire hydrants from five to 10 and installing a fully restrained distribution system.

Staff from the Water Bureau’s Communication Group will work with ODOT’s Public Information Officer to create and implement a Public Outreach Plan for the work. The plan will identify strategies, activities, responsibilities and schedules for communicating with community stakeholders about potential construction inconveniences with the goal to minimize negative impacts as much as possible. The plan will include outreach to the traveling public to create awareness about project activities that result in traffic impacts and capacity loss of this highly traveled roadway.

100% Renewable Goal:

This action does not increase or decrease the City’s total energy or renewable energy use because it is a water main replacement project.

Budgetary Impact Worksheet

Does this action change appropriations?

- YES: Please complete the information below.
- NO: Skip this section

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

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Date