

IMPACT STATEMENT

Legislation title: Amend franchise granted to LCP Oregon Holdings, LLC (Ordinance; amend Ordinance No. 188554)

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Purpose of proposed legislation and background information:

In 2017, Council approved a franchise agreement to LCP Oregon Holdings, LLC (LCPOH) for its pipeline system to transport petroleum and petroleum products within a limited section of the City right-of-way. The franchise continued previous authority granted to LCP OH. In March 2018, LCPOH requested that the City expand its grant of authority to add the transportation of liquid intermediates through its pipeline system in order to diversify its business.

Financial and budgetary impacts:

LCPOH has agreed to pay an additional \$4.00/linear foot for franchise fees for any new construction of its pipeline system after March 2018. This fee will be in addition to the previously negotiated franchise fee in the 2017 franchise of \$35,000/year.

Community impacts and community involvement:

N/A

100% Renewable Goal:

This ordinance would have no direct impact on the City's total energy or renewable energy use. However, liquid intermediates are used in the manufacturing renewable fuels, including ethanol, biodiesel and renewable diesel so expanding LCPOH's grant of authority to add the transportation of liquid intermediates may impact the supply of renewable fuels in Portland.

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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