

**IMPACT STATEMENT**

**Legislation title:** Revise the amount authorized to expend under the Add Work Letter Agreement with the Oregon Department of Transportation; related to sewer facility adjustments to be completed by the US26 (Powell Blvd) SE 122nd Ave to SE 136th Ave Project to \$30,000 (Ordinance; amend Ordinance No. 188886)

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**Purpose of proposed legislation and background information:**

Ordinance No. 188886, passed by Council April 4, 2018, authorized the Bureau of Environmental Services (BES) to enter into an Add Work Letter Agreement with the Oregon Department of Transportation (ODOT) for sewer facility related work to be constructed under an ODOT administered highway construction project.

ODOT initially estimated the cost of the added sewer work at \$12,000; however, their estimation was revised based on new market data. Additionally, actual bid costs can vary substantially and could exceed the ODOT estimated cost. Finally, these estimates do not consider market value for actual bid prices, nor do they include a contingency if during construction additional work is found. Final expenditures will be verified upon completion of construction.

BES is required to pay actual costs as per 23 CFR 645.117 (Code of Federal Regulations). The cost estimate is hereby revised from a cost estimate to a not to exceed amount of \$30,000 to cover the variability of potential bid costs, ODOT's administrative costs, as well as provide a contingency for the construction duration of the work agreement, associated with the work described previously.

**Financial and budgetary impacts:**

Final expenditures are not to exceed \$30,000. Funds are available in the Sewer System Operating Fund, FY 2018-2019 Budget, Bureau of Environmental Services, cost center ESWW000023, under Internal Order 9ESWW000003.

**Community impacts and community involvement:**

The inclusion of the sewer facility related work in ODOT's project via the Add Work Letter Agreement will reduce the impacts to the surrounding community by completing the work in the most efficient manner.

**100% Renewable Goal:**

This is not applicable.

# Budgetary Impact Worksheet

189334

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