

**FINANCIAL IMPACT STATEMENT
For Council Action Items**

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

1. Name of Initiator Shoshanah Oppenheim		2. Telephone No. 503-823-7677	3. Bureau/Office/Dept. PBOT/PM
5a. To be filed (hearing date): July 14, 2010	5b. Calendar (Check One) Regular <input checked="" type="checkbox"/> Consent <input type="checkbox"/> 4/5ths <input type="checkbox"/>		4. Date Submitted to Commissioner's office and FPD Budget Analyst: July 2, 2010

1) Legislation Title:

*Authorize a Change Order to Contract with Stacy and Witbeck, Inc. to purchase and install a wheel truing machine for the Portland Streetcar and direct the Office of Management and Finance to finance, under certain conditions, the purchase (Ordinance; Contract No. 30000609)

2) Purpose of the Proposed Legislation: Implements the change order to the construction contract for purchase and installation of a wheel truing machine.

Revenue and/or Expense:

Is ALL the Revenue and/or Expense a part of the current year's budget? Yes X No _____
 SAP COST OBJECT No(s): T00014.C42 then go to Step #5.
 If NO, complete Steps 3 & 4. For modifications to budgets, identify/discuss only the changes to the budget.

3) Revenue:

Will this legislation generate or reduce current or future revenue coming to the City? If so, by how much? If new revenue is generated please identify the source. This legislation will reduce the Streetcar maintenance budget.

4) 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 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 level of confidence is optimal in that the work has been well scoped and the costs are based on bids and/or quotes from Stacy and Witbeck, Inc. The purchase will be financed by OMF and repaid over time from a combination of Loop project contingency and streetcar maintenance funds. If contingency funds are not available at the end of the five year period, the Bureau of Transportation will use General Transportation Revenue to repay the loan. The cost of the wheel truing machine is \$2,000,000 and the financing is \$442,000. The loan will be repaid by year five and will produce savings for the maintenance budget thereafter.

Staffing Requirements:

5) 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.) None.

6) Will positions be created or eliminated in future years as a result of this legislation? None.

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 Center Code column if new center needs to be created. Use additional space if needed.)

Fund	Fund Center	Commitment Item	Functional Area	Funded Program	Grant	Amount

KK 06-24-10 *Susan D. Keil*

APPROPRIATION UNIT HEAD SUSAN D. KEIL, Director, Bureau of Transportation