

FINANCIAL IMPACT STATEMENT For Council Action Items

INITIATOR'S SUMMARY OF COUNCIL ACTION (Deliver original to Financial Planning Division. Retain copy.)

1. Name of Initiator Kevin Larson	2. Telephone No. 503-823-7210	3. Bureau/Office/Dept. Water Bureau / Public Safety
5a. To be filed (date) February 17, 2011	5b. Calendar (Check One) Regular <input type="checkbox"/> Consent <input checked="" type="checkbox"/> 4/5ths <input type="checkbox"/>	5. Date Submitted to FPD Budget Analyst: February 17, 2011

1) Legislation Title: Amend contract with Black & Veatch Corporation to increase compensation and scope of work for Bull Run Dam No. 2 Tower Improvements (Ordinance; amend Contract No. 37587)

2) Purpose of the Proposed Legislation:

The purpose of this ordinance is to amend the contract with Black & Veatch Corporation to eliminate the 12' tower raise for each tower. This required changes to the 30% and the Final Design plan set. Additional items included the reduction of scope for permits, additional hydraulic design required to assure the wetwell design would work, additional geotechnical analysis of the tower design and foundations, additional coordination with the Federal Energy Regulatory Commission (FERC) for the Bureau's Dam 2 License Amendment, and removing the Partnering Facilitator from Black & Veatch's scope of work.

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.

No

4) Expense:

What are the costs to the City as a result of this legislation? (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.)

The contract will be amended to increase the budget by \$102,860. The new contract total will be \$3,560,860. Funding will be requested in the FY 2010-11 Spring BuMP.

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.)

No

6) Will position be created or eliminated in future years as a result of this legislation?

No

7) Change in Appropriations: (Please reflect the dollar amount to be appropriated by this legislation. Include the appropriate center codes and accounts 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	Center Code	Account	Amount	Project Fund	Project No.

David G. Shaff, Administrator

APPROPRIATION UNIT HEAD



Randy Leonard, Commissioner
David G. Shaff, Administrator

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DATE: January 24, 2011
TO: Commissioner Randy Leonard
FROM: David G. Shaff, Administrator
RE: Amend contract with Black & Veatch Corporation to increase compensation and scope of work for Bull Run Dam No. 2 Tower Improvements (Ordinance; amend Contract No. 37587)

1. **INTENDED THURSDAY FILING DATE:** February 17, 2011
2. **REQUESTED COUNCIL AGENDA DATE:** February 23, 2011
3. **CONTACT NAME AND NUMBER:** Kevin Larson, (503) 823-7210
4. **PLACE ON:** ☒ **CONSENT** ☐ **REGULAR**
5. **BUDGET IMPACT STATEMENT ATTACHED:** ☒ **Y** ☐ **N** ☐ **N/A**
6. **TWO (2) ORIGINAL COPIES OF CONTRACTS APPROVED AS TO FORM BY CITY ATTORNEY ATTACHED:** ☒ **Yes** ☐ **No** ☐ **N/A**

7. BACKGROUND/ANALYSIS:

The Portland Water Bureau entered into a contract with Black & Veatch to perform design services for the Bull Run Dam No. 2 Tower Improvements project in September of 2007. The original contract was divided into two phases. Phase I was to complete an alternatives analysis for variable level intakes at the Dam No. 2 North and South towers and create a conceptual design report. Due to the uncertainty of how the conceptual design would look, the scope of work for Phase 2 was not incorporated into the original contract, but was built into the original Request for Proposal.

Phase I was completed in April of 2009. The PWB began Phase 2 design in October of 2009. During the design process there have been changes to the objectives and scope of the project. The major objective removed from the project, based upon the July 2010 Value Engineering session, was to eliminate the 12' tower raise for each tower. This required changes to the 30% and the Final Design plan set. Additional items included the reduction of scope for permits, additional hydraulic design required to assure the wetwell design would work, additional geotechnical analysis of the tower design and foundations, additional coordination with the Federal Energy Regulatory Commission (FERC) for the Bureau's Dam No. 2 License Amendment, and removing the Partnering Facilitator from Black & Veatch's scope of work.

8. FINANCIAL IMPACT:

The contract will be amended to increase the budget by \$102,860. The new contract total will be \$3,560,860. Funding will be requested in the FY 2010-11 Spring BuMP.

9. **RECOMMENDATION/ACTION REQUESTED:**

Amend contract 37587 with Black & Veatch Corporation to increase compensation and scope of work for Bull Run Dam No. 2 Tower Improvements.

Funds are available _____

Michael P. Stuhr, Chief Engineer

David G. Shaff, Administrator