

**FINANCIAL IMPACT STATEMENT
For Council Action Items**

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

| | | | |
|---|---|----------------------------|--|
| 1. Name of Initiator Carol Ann Boucher | | 2. Telephone No. 3-3757 | 3. Bureau/Office/Dept. PF&R / MSD |
| 4a. To be filed (date) 06/16/2011 | 4b. Calendar (Check One) Regular Consent 4/5ths <input type="checkbox"/> <input checked="" type="checkbox"/> <input type="checkbox"/> | | 5. Date Submitted to FPD Budget Analyst: 06/14/2011 |

1) Legislation Title:

* Authorize a sole source procurement with Pierce Manufacturing to engineer and manufacture of a tractor-drawn heavy rescue with crane (Ordinance).

2) Purpose of the Proposed Legislation:

To authorize a contract for the engineering and manufacturing of a tractor-drawn heavy rescue with crane.

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.

None.

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)

\$1,200,000 of which \$500,000 will be funded by the 2010 UASI grant, and the remainder will be funded by the G.O. Bond passed in the November 2010 election.

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 positions be created or eliminated in future years as a result of this legislation?

No

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.)

| |
|--|
| |
|--|

APPROPRIATION UNIT HEAD (Typed name and signature) John Klum, Fire Chief



PORTLAND FIRE & RESCUE



Randy Leonard, Commissioner
John Klum, Chief
55 SW Ash Street
Portland, Oregon 97204
(503) 823-3700
Fax (503) 823-3710

DATE: June 14, 2011

TO: Commissioner Randy Leonard

FROM: John Klum, Fire Chief

FOR MAYOR'S OFFICE USE ONLY

Reviewed by Bureau Liaison

RE: * Authorize sole source procurement with Pierce Manufacturing to engineer and manufacture of a tractor-drawn heavy rescue with crane (Ordinance).

1. INTENDED THURSDAY FILING DATE: June 16, 2011

2. REQUESTED COUNCIL AGENDA DATE: June 22, 2011

3. CONTACT NAME & NUMBER: Glen Eisner, Logistics Chief 503-823-4558

4. PLACE ON: CONSENT REGULAR

5. BUDGET IMPACT STATEMENT ATTACHED: Y N N/A

6. (3) ORIGINAL COPIES OF CONTRACTS APPROVED AS TO FORM BY CITY ATTORNEY ATTACHED: Yes No N/A

7. BACKGROUND/ANALYSIS

Include:

-history of project - The City of Portland is one of several members in the Urban Area Security Initiative (UASI) - Portland Metropolitan Region. One of the subgroups of this organization is the Fire Working Group (FWG) which includes representatives of fire agencies throughout the region.

Portland Fire & Rescue (PF&R) is a member of the FWG and currently operates an Urban Search and Rescue (USAR) team as one of its specialty response teams.

The FWG identified the lack of a crane to quickly and safely lift or stabilize large, heavy pieces of rubble, vehicles, and other objects, during search and rescue operations following large scale disasters as a critical rescue gap in their USAR response plan. Therefore, they voted to request \$500,000 for PF&R's heavy rescue in their #1 priority package for the 2010 UASI grant request.

PF&R determined that a tractor-drawn configuration will enhance maneuverability and make responding in congested downtown or windy streets in the west hills safer and easier and will provide sufficient storage capacity to allow hydraulic and pneumatic rescue tools to be carried in a ready-to-operate manner. PF&R also determined that the tractor-drawn configuration will more effectively spread the load which improves the ability of the floor to withstand the load.

December, 2010, PF&R and Portland Bureau of Purchases conducted a nationwide search of fire apparatus manufacturers soliciting interest in working with PF&R to design and engineer a tractor-drawn heavy rescue equipped with a crane. The only manufacturer to respond was Pierce Manufacturing. Pierce Manufacturing is committed to working with PF&R to design and engineer a crane to operate as an integral component of a heavy rescue of a tractor-drawn design, incorporating PF&R's normal specifications into the apparatus.

Perhaps the singular, most important component in any PF&R apparatus is the power train. PF&R has a significant investment in the Detroit Diesel power train with respect to maintenance and repair expertise, training, and parts because virtually the entire fleet of PF&R apparatus is powered by the Detroit Diesel power train. In order to avoid serious mechanical, structural, and legal issues, PF&R requires that Detroit Diesel certify the engine installation and external support systems in the fire apparatus manufacturer's chassis. With the 2010 EPA Emissions Standards, Detroit Diesel will only certify their power train in a Pierce fire apparatus chassis.

Since the tractor-drawn heavy rescue with crane will solve numerous emergency response problems; Pierce Manufacturing is the only fire apparatus manufacturer that expressed an interest in working with PF&R on the tractor-drawn heavy rescue with crane project; and since Detroit Diesel will only certify their power train in a Pierce Manufacturing chassis, PF&R wants to enter into a sole source project with Pierce Manufacturing to engineer and manufacture a tractor-drawn heavy rescue with crane.

-Legal issues – None

-Controversial issues – None

-Citizen participation – None

-Link to current city policies – Portland City Codes 5.33 and 5.68 require a competitive solicitation process for purchasing goods and services and Professional Technical Expert (PTE) services. Both allow for sole source exceptions if there is only one supplier of the required product or service.

-Other governmental participation – None

8. FINANCIAL IMPACT

\$1,200,000. \$500,000 of this will be funded through the 2010 UASI grant, and the remainder will be funded by the G.O. Bond passed in the November, 2010 election.

9. RECOMMENDATION/ACTION REQUESTED

Pass ordinance, authorize the sole source contract with Pierce Manufacturing to both engineer and manufacture the tractor-drawn heavy rescue with crane.