

Portland, Oregon
FINANCIAL IMPACT and PUBLIC INVOLVEMENT STATEMENT
For Council Action Items

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

1. Name of Initiator Arianne Sperry		2. Telephone No. 503-823-5664	3. Bureau/Office/Dept. Planning and Sustainability
4a. To be filed (date): December 7, 2011	4b. Calendar (Check One) Regular Consent 4/5ths <input type="checkbox"/> <input checked="" type="checkbox"/> <input type="checkbox"/>		5. Date Submitted to Commissioner's office and FPD Budget Analyst: November 28, 2011
6a. Financial Impact Section: <input checked="" type="checkbox"/> Financial impact section completed		6b. Public Involvement Section: <input checked="" type="checkbox"/> Public involvement section completed	

1) Legislation Title:

*Amend contract with Neal Johnson, Sound Resource Economics, in the amount of \$30,000 to provide additional services analyzing and setting rates for the Solid Waste and Recycling program (Ordinance; amend Contract No. C37287)

2) Purpose of the Proposed Legislation:

The Ordinance authorizes an amendment to extend Contract C37287 with Neal Johnson, Sound Resource Economics for one more year, adds funds for 2012, and continues the scope of work to perform analysis, make recommendations for setting rates and assess implications of changes in the City's Solid Waste and Recycling program.

3) Which area(s) of the city are affected by this Council item? (Check all that apply—areas are based on formal neighborhood coalition boundaries)?

- ☒ City-wide/Regional ☐ Northeast ☐ Northwest ☐ North
- ☐ Central Northeast ☐ Southeast ☐ Southwest
- ☐ East
- ☐ Central City
- ☒ Internal City Government Services

FINANCIAL IMPACT

4) Revenue: Will this legislation generate or reduce current or future revenue coming to the City? If so, by how much? If so, please identify the source. None.

5) Expense: What are the costs to the City related to 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.)*

\$30,000 will be added to Contract No. C37287 to cover invoices through Dec. 31, 2012. Funds are available in the FY 11-12 budget for the Bureau of Planning and Sustainability, Solid Waste Management Fund, Cost Center PNSD000006, Cost Object 9PNSWR000016.

6) Staffing Requirements:

- 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.

- 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 Fund Center column if new center needs to be created. Use additional space if needed.)*

None.

Fund	Fund Center	Commitment Item	Functional Area	Funded Program	Grant	Sponsored Program	Amount

[Proceed to Public Involvement Section – REQUIRED as of July 1, 2011]

PUBLIC INVOLVEMENT

8) Was public involvement included in the development of this Council item (e.g. ordinance, resolution, or report)? Please check the appropriate box below:

☐ YES: Please proceed to Question #9.

☒ NO: Please, explain why below; and proceed to Question #10.

This is administrative business to extend a contract for another year for services analyzing and assessing waste and recyclables hauling rates for an annual rate-setting process in the city. Once rates are developed, BPS staff and the contractors meet with the hauling community and the Portland Utility Review Board to explain the proposed rates, answer questions and concerns.

9) If "YES," please answer the following questions:

a) What impacts are anticipated in the community from this proposed Council item?

b) Which community and business groups, under-represented groups, organizations, external government entities, and other interested parties were involved in this effort, and when and how were they involved?

c) How did public involvement shape the outcome of this Council item?

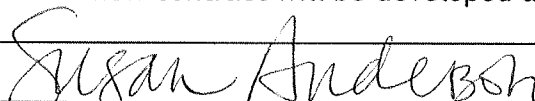
d) Who designed and implemented the public involvement related to this Council item?

e) Primary contact for more information on this public involvement process (name, title, phone, email):

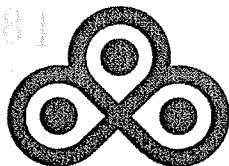
10) Is any future public involvement anticipated or necessary for this Council item? Please describe why or why not.

This will be the last year for this contract. A new contract will be developed as part of a competitive RFP process in late 2012.

Susan Anderson/Michael Armstrong



BUREAU DIRECTOR (Typed name and signature)



185026

Bureau of Planning and Sustainability
Innovation. Collaboration. Practical Solutions.

MEMO

DATE: November 28, 2011
TO: Mayor Sam Adams
FROM: Susan Anderson, Director

1. **Ordinance Title:** *Amend contract with Neal Johnson, Sound Resource Economics, in the amount of \$30,000 to provide additional services analyzing and setting rates for the Solid Waste and Recycling program (Ordinance; amend Contract No. C37287)
 2. **Contact:** Arianne Sperry, Program Coordinator, 503-823-5664
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3. **Requested Council Date:** December 7, 2011

4. ☒ **Consent Agenda Item** ☐ **Regular Agenda Item**
☒ **Emergency Item (explain below)** ☐ **Non-Emergency Item**

Extension of the contract through 2012 allows for continuity of services necessary for analyzing and setting rates for Portland's Solid Waste and Recycling program.

5. **Purpose of Agenda Item:** The Ordinance authorizes an amendment to extend Contract C37287 with Neal Johnson, Sound Resource Economics for one more year, adds funds for 2012, and continues the scope of work to perform analysis, make recommendations for setting rates and assess implications of changes in the City's Solid Waste and Recycling program.
6. **History of Agenda Item/Background:** Since the development of the residential franchise system in 1992, the City has set rates for collecting curbside solid waste and recycling by working with an economist who calculates rates based on past and projected data. Per contract C37287, Neal Johnson, Sound Resource Economics, analyzes financial information reported to the city by franchised solid waste collectors, performs calculations of service rates based on that analysis, and analyzes proposed rate impacts of potential programmatic changes considered by the City.
7. **Legal Issues:** The services were advertised under RFP OSD 024 and three proposals were received. The selection committee reviewed and scored these proposals in accordance with PCC



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5.68 and selected Neal Johnson, Sound Resource Economics. Periodically the City solicits new contracts for the ongoing need for these services and will post a new RFP in late 2012.

8. What individuals or groups are or would be supportive or opposed to this action?

These groups share interests and concerns about the City's curbside collection rates:

- Public Utility Review Board;
- City of Portland garbage and recycling ratepayers;
- The City's 19 franchised residential garbage and recycling hauling companies.

9. How does this relate to current City policies?

Per City Code 3.33.030, the City authorizes the Bureau of Planning and Sustainability to manage the City's Solid Waste and Recycling collection program. BPS administers the program according to administrative rule ENN 2.02.

In October, 1991, the Council passed Ordinance No. 164701, granting residential solid waste, recycling and yard debris collection franchises within Portland to encourage increased recovery of recyclable material from the waste stream. In March, 2008, the Council renewed the residential solid waste, recycling and yard debris franchise system for a ten-year term per Ordinance No. 181666.

