Portland, Oregon

FINANCIAL IMPACT and PUBLIC INVOLVEMENT STATEMENT
For Council Action Items

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

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<tr>
<td>Valentine Hellman</td>
<td>503.823.2055</td>
<td>Emergency Management</td>
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4a. To be filed (date): 8/29/2012
4b. Calendar (Check One): Regular
5. Date Submitted to Commissioner's office: 8/23/2012
and FPD Budget Analyst:

6a. Financial Impact Section:
- Financial impact section completed
6b. Public Involvement Section:
- Public involvement section completed

1) Legislation Title:
Adopt the Portland Local Energy Assurance Plan as an appendix to the Basic Emergency Operations Plan (Resolution)

2) Purpose of the Proposed Legislation:
Portland’s Critical Energy Infrastructure Hub (CEI Hub) is located in the heart of a high seismic hazard area along a six-mile stretch of the lower reach of the Willamette River in Northwest Portland – an area that includes marine oil terminals, fuel tank farms, liquefied natural gas, natural gas, ports and riverfront facilities, pipelines and high voltage electrical transmission systems. The CEI Hub sits on top of soils that are highly susceptible to earthquake-induced ground deformation, liquefaction and other hazards.

An energy disruption can occur as a result of several factors including extreme weather conditions (wind storms that knock down utility poles/wires, heat waves that increase demand on the energy grid and sag power lines), other natural hazards (landslides, earthquakes, flooding) or adversarial threats including cyber security and sabotage/terrorism. Fuel interruption can impact the transportation of goods, services, and the ability of government agencies and utilities to provide essential services.

Having a clear understanding of what Oregon’s energy resources are and the amount of energy used provides us with knowledge of what resources we rely upon, how much of that resource we use typically, and what options we have when one or more of the resources are not available.

Energy assurance planning allows jurisdictions to better anticipate and meet fuel needs during an energy disruption.

Stakeholders participating in the Portland Local Energy Assurance Plan (LEAP) process looked at Portland’s reliance on energy and the vulnerability of the energy supply, and developed recommendations on what the city and community should do to ensure greater energy assurance in the face of future energy disruptions.

Version effective July 1, 2011
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.
This legislation will not directly affect revenue for the City.

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.)
This legislation will not directly affect expenses for the City.

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.)

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

This legislation will not directly affect staffing at the City.

(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.)

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<tr>
<th>Fund Center</th>
<th>Commitment Item</th>
<th>Functional Area</th>
<th>Funded Program</th>
<th>Grant</th>
<th>Sponsored Program</th>
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[Proceed to Public Involvement Section — REQUIRED as of July 1, 2011]

*Version effective 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.

9) If “YES,” please answer the following questions:

   a) What impacts are anticipated in the community from this proposed Council item?
   No direct impact is anticipated other than an improved understanding of the roles and responsibilities of emergency response agencies, energy providers and distributors, and the community.

   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?
   The LEAP involved monthly meetings of the Portland Local Energy Assurance Committee which was made up of the following sub-committees: Steering Committee; Industry, Response Agencies and Utilities Committee; Environment, Economy and Alternative Energy Committee; and the Neighborhood and Small Business Committee. There was also an email list that was open to the public. The list was maintained by the Portland Bureau of Emergency Management (PBEM) LEAP team and updates were sent out frequently. The draft version of the LEAP was available on PBEM’s site for public comment.

   c) How did public involvement shape the outcome of this Council item?
   The LEAP was developed with input and recommendations from the members of the various sub-committees.

   d) Who designed and implemented the public involvement related to this Council item?
   Public involvement was coordinated primarily by the PBEM LEAP team.

   e) Primary contact for more information on this public involvement process (name, title, phone, email):
   Carmen Merlo, Director of PBEM

10) Is any future public involvement anticipated or necessary for this Council item? Please describe why or why not.
   It is not anticipated that this item will require further public involvement.

Carmen Merlo
BUREAU DIRECTOR (Typed name and signature)

Version effective July 1, 2011
DATE: 8/16/2012

TO: Mayor Sam Adams

FROM: Carmen Merlo, Director
Bureau of Emergency Management

RE: Adopt the Portland Local Energy Assurance Plan as an appendix to the Basic Emergency Operations Plan (Resolution)

BACKGROUND/ANALYSIS
Portland’s Critical Energy Infrastructure Hub (CEI Hub) is located in the heart of a high seismic hazard area along a six-mile stretch of the lower reach of the Willamette River in Northwest Portland – an area that includes marine oil terminals, fuel tank farms, liquefied natural gas, natural gas, ports and riverfront facilities, pipelines and high voltage electrical transmission systems. The CEI Hub sits on top of soils that are highly susceptible to earthquake-induced ground deformation, liquefaction and other hazards.

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FINANCIAL IMPACT
See Financial Impact Statement.

RECOMMENDATION/ACTION REQUESTED
Authorize adoption of the Portland LEAP.