

Portland, Oregon

FINANCIAL IMPACT and PUBLIC INVOLVEMENT STATEMENT For Council Action Items

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

1. Name of Initiator Teresa Elliott	2. Telephone No. 503-823-7622	3. Bureau/Office/Dept. Water Bureau / Public Safety
4a. To be filed (date): November 1, 2012	4b. Calendar (Check One) Regular <input type="checkbox"/> Consent <input checked="" type="checkbox"/> 4/5ths <input type="checkbox"/>	5. Date Submitted to Commissioner's office and FPD Budget Analyst: November 1, 2012
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 CH2M Hill, Inc. to increase compensation and scope of work for Powell Butte Reservoir 2, Phase 2 Project (Ordinance; amend Contract No. 30000828)

2) Purpose of the Proposed Legislation: The purpose is to authorize an amendment to CH2M Hill, Inc. Contract No. 30000828.

Construction of a second 50 million gallon water reservoir at Powell Butte (Powell Butte Reservoir No. 2) is part of the Portland Water Bureau (PWB)'s long range plan to provide adequate in-town terminal storage facilities.

Contract No. 30000828 with CH2M Hill, Inc. was authorized by City Council via Ordinance No. 183228 passed October 7, 2009 with a not to exceed amount of \$8,455,246. Amendments 1 and 2 added subconsultants. Amendment 3 reallocated site civil tasks from a subconsultant to CH2M Hill, Inc. Amendment 4 added \$1,813,015 for additional engineering services as a result of the land use permit. Amendment 5 specified the name of the individual that would serve as the on-site construction observer as described in the original contract. Amendment 6 revised the e-mail address for electronic invoice submission. Amendment 7 extended the contract to December 31, 2014.

Amendment 8 will now add \$1,999,673 to provide additional assistance during construction of the project. The added work includes the creation of additional interpretive elements, drawings, aerial photos, engineer of record, special observation and construction support that stem from unexpected permit requirements.

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)?

- | | | | |
|--|---|------------------------------------|--------------------------------|
| <input type="checkbox"/> City-wide/Regional | <input type="checkbox"/> Northeast | <input type="checkbox"/> Northwest | <input type="checkbox"/> North |
| <input type="checkbox"/> Central Northeast | <input checked="" type="checkbox"/> Southeast | <input type="checkbox"/> Southwest | <input type="checkbox"/> East |
| <input type="checkbox"/> Central City | | | |
| <input type="checkbox"/> 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.

No.

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.)*

The original not to exceed amount of this contract was \$8,455,246. Previous amendments have added \$1,813,015 for additional engineering services as a result of the land use permit. This amendment will add \$1,999,673 and increase the contract total to \$12,267,934, an overall increase of 45%.

For this \$130 million project, there is over \$53 million budgeted in the current fiscal year for this project. An additional \$45 million will be requested in future requests to complete the project. The amount needed to pay for the consultant services has been factored into the project budget. This action will not increase rates more than planned and are included in the project budget to cover this amendment. The project confidence level is high.

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.)*

No.

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

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 a change to an existing contract for ongoing engineering support services. No public involvement was necessary or warranted for this activity.

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?

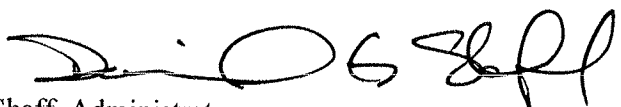
c) How did public involvement shape the outcome of this Council item?

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.

The overall project has extensive public involvement continuing through the life of the project.


David G. Shaff, Administrator

BUREAU DIRECTOR (Typed name and signature)