

Portland, Oregon

**FINANCIAL IMPACT and PUBLIC INVOLVEMENT STATEMENT
For Council Action Items**

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

1. Name of Initiator H. Scott Clement		2. Telephone No. 503-823-5563	3. Bureau/Office/Dept. Environmental Services
4a. To be filed (hearing date): 11/28/12	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:
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:

*Authorize an emergency contract and provide payment for the construction of the Fanno Force Main Hydraulic Surge Tank Project No. E10477

2) Purpose of the Proposed Legislation:

To authorize the Commissioner of Public Affairs and Auditor to execute an emergency contract with the lowest responsible bidder for the construction of the Fanno Force Main Hydraulic Surge Tank Project.

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
- This project is located in unincorporated Washington County outside the City of Portland city limits.**

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 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. If there is a project estimate, please identify the level of confidence.)

Estimated cost of the contract is \$1,000,000 the level of confidence is ^{high}low. Funds are available in the Bureau of Environmental Services Sewer System Operating Fund FY 2013, Project No. E10477.

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

185777

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 Council item authorizes the construction contract necessary to complete the Fanno Force Main Hydraulic Surge Tank Project No. E10477. No public involvement activities were conducted specifically associated with the contract procurement. However, there is a significant public involvement effort for the overall Fanno Creek Basin Sewer projects. This effort has been conducted by the BES Director's Office. Numerous informational flyers have been distributed to the community, project websites are frequently updated, BES public involvement staff will continue to engage stakeholders that include private property owners and elected officials. The project manager and public information office staff have been, and continue to attend neighborhood association meetings to brief the public on the project status and respond to questions and feedback.

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

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

This construction will be isolated to BES property however, neighbors will be able to hear and observe the construction activities during the day.

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?

Citizen Participation Organization 3 in Washington County, adjacent property owners, interested parties and stakeholders will all be consulted about this work prior to the start of construction.

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

Public feedback and involvement received to date have affected the design of major facilities located on the project site. However, public involvement has not directly impacted the scope of this Council item as the improvements to be constructed are buried and will not be visible.

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


BES public involvement staff designed and implemented the public involvement plan.

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

Stephen Sykes, Sr. Community Outreach and Public Involvement Coordinator, 503-823-7898, stephen.sykes@portlandoregon.gov

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

Yes, BES staff will continue to inform and engage neighbors and stakeholders regarding Fanno Creek basin projects. Previous projects have generated significant interest from neighbors and stakeholders due to the history of the Fanno basin projects and system operation. The next significant public involvement effort will relate to pre-construction planning for the SW 86th Ave pump station project which goes to construction in summer 2013.


Dean Marriott, Director Bureau of Environmental Services



APPROPRIATION UNIT HEAD (Typed name and signature)



CITY OF PORTLAND ENVIRONMENTAL SERVICES



1120 SW Fifth Avenue, Room 1000, Portland, Oregon 97204 ■ Dan Saltzman, Commissioner ■ Dean Marriott, Director

185777

City Council
Agenda Item
Staff Supplemental Report

TO: Commissioner Dan Saltzman
THROUGH: Matt Grumm or Amy Trieu
FROM: H. Scott Clement, Supervising Engineer, BES Construction Services Division
DATE: October 25, 2012
RE: *Authorize an emergency contract and provide payment for the construction of the Fanno Force Main Hydraulic Surge Tank Project No. E10477

Requested Council Hearing Date: November 28, 2012

I. RECOMMENDATION

*Authorize an emergency contract and provide payment for the construction of the Fanno Force Main Hydraulic Surge Tank Project No. E10477

II. BACKGROUND

The southerly pressure line in the parallel Fanno force main system has been in limited operation since December 2010 without the surge tank system that was an integral part of the originally proposed Fanno Basin pump station expansion project, for which Washington County's hearings officer denied the City's application for special use and development in June 2010. Two similar leaks occurred in the southerly force main pipeline in July 2011 and August 2012, both were the result of cracks that developed in the welded joint between the 30-inch pipeline and 24-inch access riser sections. Following the occurrence of the leak in August 2012 the Fanno Basin pump station and the affected pressure line were taken out of service, and will not be returned to full service until such time that an effective transient pressure protection system can be installed and operational.

Hydraulic modeling has determined that the most effective protection can be provided by the installation of a buried surge tank, sized at approximately 800-cubic feet for effective protection up to the firm pumping capacity of the existing pump station, that will be located in the paved service yard area of the existing FABAS PS site. Until this facility is constructed the sewer system capacity is diminished and a threat to health, property and the environment exists.

III. FINANCIAL IMPACT

Funds are available in the Bureau of Environmental Services Sewer System Operating Fund FY 2013, Project No. 10477. Other projects within the Bureau's CIP will be delayed or otherwise rescheduled to accommodate this emergency improvement.

IV. LEGAL ISSUES

No legal issues have been identified with regard to the proposed contract. The contract was procured in accordance with Title 5 of the City Charter and special administrative procedures associated with emergency procurements.

V. CONTROVERSIAL ISSUES

There is organized neighborhood opposition to the planned SW 86th Avenue Pump Station and Appurtenances projects, and Washington Co. has continued to receive correspondence from many of the property owners in the neighborhood regarding the planned projects. Extensive public outreach efforts have been expended to communication with the various neighborhood and business associations, and the local citizens regarding the need to undertake these projects.

The need for this emergency surge tank project is independent of the 86th Ave Pump Station and Appurtenances project.

VI. LINK TO CURRENT CITY POLICIES

The project is consistent with BES strategic planning and the BES CIP process. Construction will be performed in accordance with the City of Portland Standard Construction Specifications.

VII. CITIZEN PARTICIPATION

Public outreach for this project has been conducted by the BES Director's Office. Numerous information flyers have been distributed to the community, and the project manager and public information office have been, and continue to attend neighborhood association meetings to brief the public on the broader suite of projects.

There was also significant citizen participation during the LU hearing held in Washington County on May 3, 2010 associated with the SW 86th Ave. Pump Station. The people who live in the neighborhood testified in opposition to the proposed projects. A conditional approval decision was issued by the Washington County Hearings Officer on September 12, 2012.

VIII. OTHER GOVERNMENT PARTICIPATION

The City and Clean Water Services operate under a Wholesale Sewer Service Agreement. The completion of the emergency surge tank project is necessary for the City to remain in compliance with this agreement. A failure to comply with the terms of the agreement carries significant financial risk.

IX. FINANCIAL IMPACT ON LOCAL ECONOMY

IF APPLICABLE, PROVIDE INFORMATION ON ESTIMATED NUMBER OF JOBS CREATED BY THIS ACTION

This action will support approximately 14 jobs in construction.

IF THIS ACTION IS CONTRACT-RELATED, PROVIDE INFORMATION ON
M/W/ESB PARTICIPATION (NUMBER AND PERCENTAGE)

**This City will work with the selected contractor to maximize the use of
M/W/ESB firms.**

- X. IF THIS IS A CONTRACT, DOES CONTRACTOR HAVE A CURRENT BUSINESS
LICENSE? Yes WHAT IS THEIR BUSINESS LICENSE NUMBER? TBD
IS THEIR ACCOUNT WITH THE CITY CURRENT? Yes IF NOT, HOW MUCH
IS OWING? N/A