

Portland, Oregon

FINANCIAL IMPACT and PUBLIC INVOLVEMENT STATEMENT For Council Action Items

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

1. Name of Initiator David Mackinnon		2. Telephone No. (503) 823-7489	3. Bureau/Office/Dept. Water Bureau /Public Safety
4a. To be filed (date): November 12, 2014	4b. Calendar (Check One) Regular <input checked="" type="checkbox"/> Consent <input type="checkbox"/> 4/5ths <input type="checkbox"/>		5. Date Submitted to Commissioner's office and CBO Budget Analyst: October 29, 2014
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 a contract and provide payment for the construction phase of the Union Pacific Railroad East Portland Connection Water System Adjustment Project at an estimated cost of \$660,000 (Ordinance)

2) Purpose of the Proposed Legislation:

The Union Pacific Railroad (UPRR) plans to construct a new section of railroad track over an existing 12-inch water main in NE 1st Avenue and NE Everett Street and a 16-inch water main located on UPRR property in NE 2nd Avenue. The Water Bureau will require construction work to accommodate the new track.

In 1906 the Bureau installed approximately 1700 feet of 14" cast iron (CI) main in NE/SE 1st Avenue on UPRR property within 5 feet of the existing heavy rail line. This section of main has a past history of leaks. Access to the 14" CI main for maintenance and assessment by City employees could be considered dangerous.

This project work includes installation of 1400 feet of ductile iron (DI) water main in NE 2nd Avenue, including 60 feet of DI water main inserted into a 30-inch steel casing that will be provided by UPRR, the installation of backside plumbing services, hydrants, 2-inch domestic services and an 8-inch fireline. The project will include abandoning a DI water main in NE Everett and NE 2nd Avenue and the approximately 1700 feet of leak-prone CI water main in NE 1st Avenue in UPRR property. This will eliminate future maintenance costs and any liability for damage to UPRR in the case of a main break. The project requires UPRR permitting, safety, and security procedures be in place prior to installation and will be at the City's expense.

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 checked="" 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 | | | |

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, the proposed action will not result in a change in the forecast water rates.

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 year, including Operations & Maintenance (O&M) costs, if known, and estimates, if not known. 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 estimated cost for the work under this construction contract is \$660,000 with a total project estimate of \$830,000. There is funding available in the Distribution Mains Program for this new major project. Pipe age, proximity to the active railroad track and regional economic impact of disrupting rail traffic are the main drivers for completing this project. This is a critical section of rail, and is estimated to transport over 150,000 tons of goods each day. Portland is also one of Amtrak's busiest passenger stations.

This project is part of the Water Bureau's Distribution Mains Program with over \$20 million budgeted in FY 2014-15. The proposed action will not result in a change in the forecast water rates. There is a high level of confidence for the work.

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.

The project is to accommodate Union Pacific Railroad development in City right-of-way. During the project design phase and construction phase the Water Bureau will coordinate and notify the local businesses along NE 2nd Avenue on any possible traffic or water service impacts and disruptions.

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.

Yes. During the project design phase and construction phase the Water Bureau will coordinate and notify the local businesses along NE 2nd Avenue on any possible traffic or water service impacts and disruptions.

David G. Shaff, Administrator



APPROPRIATION UNIT HEAD (Typed name and signature)