

## IMPACT STATEMENT

**Legislation title:** Amend Contract No. 31000217 with EC Company to extend the termination date to December 30, 2017, and to increase the total not-to-exceed contract amount to \$3,000,000. (Ordinance Amend Contract 31000217)

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### **Purpose of proposed legislation and background information:**

Through a competitive bidding process in 2010, EC Company was selected to be the city's solar system installer. A Master Services Agreement was developed by Purchasing and the Bureau of Planning and Sustainability to provide solar installation services to all city bureaus. To date they have installed systems at Dishman Community Center and Water Bureau's Chemical Building at the Ground Water Pump facility.

EC and BPS staff - with close input from four bureaus - are working on grant proposals to build solar electricity generating systems at: Southwest Community Center (Parks); Columbia Blvd. Wastewater Treatment Plan (BES); Walnut Park-North Police Precinct (OMF and Police); and on undeveloped land owned by the Water Bureau. These grant applications are due in May and July with awards expected by December. Construction of proposed systems will be funded by a combination of Energy Trust rebates and grants from PP&L or PGE Renewables Program grants. If successful, all of the construction costs will be covered by outside financial resources. Each respective bureau will pay for project management and pay for outreach and education related to the new solar systems.

EC Company has completed the design work and project specifications, suitable for Energy Trust rebate applications, the utility grant applications and city Permits, without compensation.

If one or more of the four solar system grants are received and under the grant provisions, city bureaus will have 18 months to complete the installation, moving the project completion timeline to July 1, 2017. EC's contract is due to expire six months earlier, on December 29, 2016. This one-year contract extension is necessary to allow EC time to complete solar system construction within the prospective grants timeframe and to give the contract and Project Managers some flexibility to complete the work if there are delays.

This is the third Amendment to the EC Contract. The first was to extend these services to other public bodies through Intergovernmental Co-operative Purchasing. The second was a one year extension to December 29, 2016. This third Amendment will extend the contract to December 31, 2017 - a total of seven years - and cap total Contract expenditures at \$3 million.

As presented in the Ordinance findings, these actions help implement the City's Climate Action Plan to construct on-site renewable facilities and help implement the 2015 Sustainable City Principles.

**Financial and budgetary impacts:**

- If successful, the systems will be installed at no direct cost to bureaus. All of the electricity generated will be used on site (SWCC, Walnut Park and CBWTP) and reduce the bureau's annual electricity bill. On a portion of undeveloped land owned by the Water Bureau, a third party investor will design, build, own and operate the system to extract Federal Tax Credits. The electricity will be sold to PGE to be used by their customers. The Water Bureau would receive annual land lease payments for use of the property and potential system ownership in the future.
- This Ordinance increases the Contract total to \$3 million.

**Community impacts and community involvement:**

Four distinct geographic areas are represented by the four sites: SW (SWCC); North (CBWTP); Northeast (Walnut Park) and undeveloped property in east Multnomah County. Staff are contacting city neighborhood associations, a couple non-profits and business associations for Letters of Support in the applications. We have not received negative responses from any that have been approached.

**Budgetary Impact Worksheet****Does this action change appropriations?**

- ☐ YES: Please complete the information below.  
☒ XXX NO: Skip this section

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