

IMPACT STATEMENT

Legislation title: Grant a franchise to Oregon Health and Sciences University for district utility services, for a period of ten years. (Ordinance)

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Presenter name: Melvin Riddick

Purpose of proposed legislation and background information:

In 2013, City Council granted a franchise to OHSU for telecommunications services, passed by Council as Ordinance No. 186386. OHSU has notified the City that it is seeking authority to provide the additional services of district heating and district cooling, electricity, water distribution, and non-potable water. The City and OHSU have negotiated a new franchise for a 10-year term to replace the 2013 franchise. To authorize the use of the City's right-of-way for these additional purposes, a new franchise grant of authority should be granted to replace the 2013 franchise. This franchise will supersede and replace the 2013 grant of authority to OHSU.

Timeline per City Charter Requirements:

February 21, 2018	Daily Journal of Commerce notice
February 23, 2018	Oregonian notice – 20 days prior to City Council 1 st reading
April 4, 2018	1st Reading
May 9, 2018	2nd Reading–30 days after 1 st Reading
July 8, 2018	Effective Date–60 days after 2 nd Reading
August 7, 2018	Acceptance signed by franchisee within 30 days of Effective Date

Financial and budgetary impacts:

OHSU will pay franchise fees to the City for its use of the right of way in the amount of the minimum annual franchise fee starting at \$20,000 or a fee based on the total linear feet of OHSU's system, whichever is greater. This revenue is intended for the general fund.

Community impacts and community involvement:

N/A

Budgetary Impact Worksheet

Does this action change appropriations?

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