

FINANCIAL IMPACT STATEMENT
For Council Action Items
(Use this form for Ordinances and Resolutions)
(Deliver original to Financial Planning Division. Retain copy.)

1. Name of Initiator Eric Johansen, Debt Manager	2. Telephone Number 503/823-6851	3. Bureau/Office/Dept. Financial Services/Public Finance and Treasury
4a. To be filed (date) April 15, 2010	4b. Calendar (Check One) Regular Consent 4/5ths [] [X] []	5. Date Submitted to FPD Budget Analyst: April 6, 2010

1) Legislation Title:

* Authorize contract with K&L Gates LLP for bond counsel services (Ordinance)

2) Purpose of the Proposed Legislation:

The proposed Ordinance authorizes the City to enter into a contract with K&L Gates, LLP (the "Contractor") to provide bond counsel services. The amount of the contract is \$1.5 million and the term would extend for approximately three years until August 31, 2013.

3) Revenue:

Will this legislation generate or reduce current or future revenue coming to the City? If so, by how much? If new revenue is generated identify the source.

This legislation will not generate or reduce current or future revenue to the City.

4) 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)

The Ordinance would authorize up to \$1.5 million to be paid to the Contractor. This amount, if needed, would be utilized over the three years of the contract and paid by City bureaus benefiting from the services provided.

Staffing Requirements:

5) 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 position changes are anticipated.

6) Will positions be created or eliminated in future years as a result of this legislation?

No position changes are anticipated.

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 Center Code column if new center needs to be created. Use additional space if needed.)

Fund	Fund Center	Commitment Item	Functional Area	Funded Program	Grant	Amount

Eric Johansen, Debt Manager 

APPROPRIATION UNIT HEAD (Typed name and signature)



CITY OF PORTLAND
OFFICE OF MANAGEMENT AND FINANCE

Sam Adams, Mayor
Ken Rust, Chief Administrative Officer

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DATE: April 6, 2010

TO: Mayor Sam Adams

FROM: Eric Johansen, Debt Manager *EJ*

RE: * Authorize contract with K&L Gates LLP for bond counsel services (Ordinance)

FOR MAYOR'S OFFICE USE ONLY

Reviewed by Bureau Liaison _____

- 1. INTENDED THURSDAY FILING DATE: April 15, 2010
- 2. REQUESTED COUNCIL AGENDA DATE: April 21, 2010
- 3. CONTACT NAME & NUMBER: Eric Johansen, Debt Manager – x36851
- 4. PLACE ON: CONSENT REGULAR
- 5. BUDGET IMPACT STATEMENT ATTACHED: Y N N/A
- 6. (3) ORIGINAL COPIES OF CONTRACTS APPROVED AS TO FORM BY CITY ATTORNEY ATTACHED: Yes No N/A

7. BACKGROUND/ANALYSIS

Introduction and History – The proposed Ordinance authorizes the City to enter into a contract with K&L Gates, LLP (the “Contractor”) to provide bond counsel services. The amount of the contract is \$1.5 million and the term would extend for approximately three years until August 31, 2013.

The selection of the Contractor was the result of a competitive RFP process in which three firms submitted proposals. Proposals were evaluated by a team consisting of staff from the Debt Management program, other City bureaus that utilize bond counsel services, the City Attorney’s office, and an outside party.

Legal Issues – None.

Link to Current City Policies – None

Controversial Issues – None

Citizen Participation – Not Applicable

Other Government Participation – None.

8. FINANCIAL IMPACT

The Ordinance would authorize up to \$1.5 million to be paid to the Contractor. This amount, if needed, would be utilized over the three years of the contract and paid by City bureaus benefiting from the services provided.

9. RECOMMENDATION/ACTION REQUESTED

It is recommended that the City Council approve the Ordinance, which will allow the City to benefit from legal services required to complete bond financings.