

**FINANCIAL IMPACT STATEMENT
For Council Action Items**

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

1. Name of Initiator Ken Rust & Susan Anderson		2. Telephone No.	3. Bureau/Office/Dept. OMF/OSD
4a. To be filed (date) 12/14/06	4b. Calendar (Check One) Regular <input type="checkbox"/> Consent <input type="checkbox"/> 4/5ths <input type="checkbox"/>		5. Date Submitted to FPD Budget Analyst: 12/13/06

1) Legislation Title:

Establish a Sustainable City Government Partnership to set goals, objectives and performance measurements for sustainable practices to be considered by all bureaus and City Council in decision making.

2) Purpose of the Proposed Legislation:

Adopt the Sustainable City Government Partnership and direct bureaus to begin working to implement sustainability plans.

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 please identify the source.

No future revenues are expected from this effort.

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)

In the FY 2006-07 budget process OSD requested \$91,000 from the General Fund to support a full time position to support citywide coordination of the BIP 18 work plan. Council ultimately provided \$45,000 to support half the cost of a limited term position and directed OSD to use grant resources to support the remaining costs for the position. For the 2007-08 fiscal year OSD will be requesting funds to make this a permanent full time position. The fully loaded cost of the position for FY 2007-08 is expected to be \$92,000.

The current Resolution will expand on OSD's work by directing bureaus to appoint sustainability liaison's who will work to implement bureau specific sustainability plans. The citywide effort will be facilitated and coordinated by the newly funded staff at OSD. BIP #18 assumes that bureaus will utilize existing resources to support bureau specific sustainability plans. For some larger bureaus sustainability related work is already being completed and this new directive will have little effect. For other bureaus the directive may require a new focused effort and a reallocation of existing staff resources. It is impossible to estimate at this point what this new focused effort may cost in terms of staff resources.

Although there may be some initial and ongoing costs associated with developing and implementing sustainability action plans, Financial Planning notes that an intrinsic goal of the effort should be to *reduce* internal costs to the City through reduced resource consumption. Through careful tracking and the establishment of benchmarks, the City – through OSD's coordination, should be able to identify future cost savings that justify an ongoing investment.

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.)*

Other than the position that was funded in OSD during last year's budget process, no new positions should be created as in the current year as a result of BIP#18.

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

OSD will be requesting additional funds in FY 2007-08 to make the newly funded limited term BIP 18 position permanent full time. Costs are expected to be \$92,000 annually.

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 center codes and accounts 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	Center Code	Account	Amount	Project Fund	Project No.

APPROPRIATION UNIT HEAD (Typed name and signature)