



MULTNOMAH COUNTY AGENDA PLACEMENT REQUEST

(Revised: Feb. 2017)

Board Clerk Use Only

Meeting Date: 4/20/17
Agenda Item #: R.4
Est. Start Time: 10:30 am
Date Submitted: 4/5/17

Agenda Title:

Authorizing the County Chair, acting as the Chair of the Governing Body of the Mid-County Street Lighting Service District No. 14, to Execute a Purchase Agreement with Portland General Electric (PGE) for street lights, poles, and circuits

Requested

Meeting Date: April 20, 2017 Time Needed: 5 minutes

Department: Community Services Division: Mid-County Service Dist

Contact(s): Tom Hansell, Chet Hagen

Phone: 503-988-0164 Ext. 80164 Email: chet.hagen@multco.us

Presenters: Tom Hansell, Finance Manager, Chet Hagen, Program Manager

General Information

1. What action are you requesting from the Board?

Authorize the Chair, acting as the Chair of the governing body of the Mid-County Street Lighting Service District No. 14 ("District"), to execute a purchase agreement with PGE in substantially the form attached, provided that any modifications may not result in a material increase in the County's obligations or a material decrease in the County's benefits, and the Chair is authorized to execute any ancillary documents necessary to effectuate the purpose and intent of this agreement. The purchase agreement is for the purchase of street lighting equipment including poles, lights, and circuits

2. Please provide sufficient background information for the Board and the public to understand this issue. Please note which Program Offer(s) this action affects and how it impacts the results.

Currently, PGE owns and maintains certain street lights, poles, and circuits in the District. When the District determined that it wanted to install and maintain LED streetlights, which significantly reduced energy usage and maintenance costs, PGE required the District to take full ownership of all street lights, poles, and certain circuits that PGE owned within the District. In December of 2015, the District notified PGE that it intended to take full ownership of these street lighting assets and install LED lighting. Following the conclusion of the LED conversion process in late 2016, which resulted in installation of LED lighting on approximately 2230 poles in the District (69 of which were owned by PGE), the District negotiated a purchase agreement to buy the street lighting assets currently owned and maintained by PGE.

The District is seeking Board approval, as the governing body for the District, to authorize the Chair to execute an agreement for the District to purchase 69 street light poles, 11 High Pressure Sodium (HPS) street lights, and 1517 linear feet of street lighting circuit at a cost of \$35,194.08.

3. Explain the fiscal impact (current year and ongoing).

The 2016-2017 budget for the Mid-County Street Lighting Service District, which the Board previously approved in June 2016, has the necessary budget to fulfill the requirements of this sale agreement. The District's ongoing operation and maintenance costs have been reduced by at least 50-60% due to significant reductions in energy usage and maintenance as a result of the LED conversion.

4. Explain any legal and/or policy issues involved.

The District is a county service district formed under ORS Chapter 451. By statute, the Board of County Commissioners also serves as the governing body of the District.

The District will purchase the poles, street lights, and circuits "as-is." As a condition of entering into this agreement with PGE, the Asset Management Program Manager for the District received and reviewed applicable maintenance records for the equipment, which indicate the satisfactory condition of these assets. Based on that review, the District is satisfied with purchasing these assets as-is.

5. Explain any citizen and/or other government participation that has or will take place.

The District consulted with the Public Works directors for the cities of Fairview and Troutdale for approval of the conversion to LED street lights. Additionally, the District met with the city council of Maywood Park and received approval for the conversion.

Required Signature

**Elected
Official or
Department
Director:**

Kim Peoples /s/

Date:

April 5, 2017