

FINANCIAL IMPACT STATEMENT For Council Action Items

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

1. Name of Initiator Randy Stenquist		2. Telephone Number 503-823-6000	3. Bureau/Office/Department OMF/Risk Management
4a. To be filed (date) January 28, 2010	4b. Calendar (Check One) <div style="display: flex; justify-content: space-around;"> Regular <input type="checkbox"/> Consent <input checked="" type="checkbox"/> 4/5ths <input type="checkbox"/> </div>		5. Date Submitted to FPD Budget Analyst January 20, 2010

1) Legislation Title: *Pay Property Damage Claim of George Simpson.**2) Purpose of the Proposed Legislation:** This ordinance will close the property damage component of OMF Risk Management File No. F2010-5001-02RS for a total of \$8,978.63. Please see memorandum for detail.**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.**

This legislation will have no impact on City revenue.

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)

Cost to the City is \$8,978.63. The source of funding is the City's Insurance and Claims Fund. All cost of the settlement is in the current fiscal year.

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.

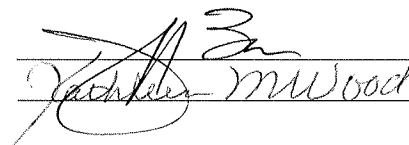
6) Will positions be created or eliminated in future years as a result of this legislation?

No.

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

Jeff Baer, Director, BIBS
 Kate Wood, Risk Manager



APPROPRIATION UNIT HEAD (Typed name and signature)



CITY OF PORTLAND, OREGON

Office of Management and Finance Risk Management Services

Sam Adams, Mayor
Kate Wood, Risk Manager
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DATE: January 20, 2010

TO: Mayor Sam Adams

FROM: Randy Stenquist
503-823-6000

FOR MAYOR'S OFFICE USE ONLY

Reviewed by Bureau Liaison _____

RE: *Pay Property Damage Claim of George Simpson (emergency)

1. **INTENDED THURSDAY FILING DATE:** January 28, 2010
2. **REQUESTED COUNCIL AGENDA DATE:** February 3, 2010
3. **CONTACT NAME & NUMBER:** Randy Stenquist, 503-823-6000
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

George Simpson was the owner and driver of a 2003 Ford E250 cargo van traveling eastbound on SE Powell near SE 116th Avenue on July 9, 2009. In response to the traffic signal ahead of him, Mr. Simpson slowed and stopped his van. He was then forcefully rear-ended by the vehicle behind him. That vehicle was a 28-foot dually crew cab pickup truck driven by a City of Portland Water Bureau employee. The City driver stated he was traveling at approximately 30-35 MPH when he briefly looked down at a work order on the center console of his truck. When he looked back up at the roadway, traffic ahead of him was stopped. The Water Bureau driver immediately braked hard, but was unable to sufficiently control his truck to avoid hitting Mr. Simpson's van in front of him. The force of this impact pushed the Simpson van into the vehicle in front of it, and that vehicle was then pushed into the vehicle in front of it. All three citizen vehicles involved in this crash sustained damage; Mr. Simpson's damages were the most severe. Although no citations were issued, liability is attributed solely to the Water Bureau driver.

Mr. Simpson's auto insurance carrier evaluated the damaged van and authorized repairs at a local shop. While the vehicle was under repair, Risk Management provided Mr. Simpson with a rental replacement van, and has paid \$1,149.77 to Enterprise Rent a Car; in addition, Risk Management has already reimbursed Mr. Simpson's \$500 insurance deductible to him. Geico Insurance paid a total of \$7,328.86 to repair Mr. Simpson's van. This ordinance reimburses Geico for funds paid out under the policy for this property damage loss.

8. FINANCIAL IMPACT

Approval of the settlement would result in a payment of \$7,328.86 from the liability fund. Combined with the payments previously advanced on this claim, the total value of the property damage settlement is \$8,978.63.

9. RECOMMENDATION/ACTION REQUESTED

Submit the attached Ordinance for approval by City Council as an emergency ordinance.