City of Portland, Oregon

184135

FINANCIAL IMPACT STATEMENT For Council Action Items

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

1. Name of Initiator			one Number		3. Bureau/Office/Department	
Becky Chiao		503-823	3-6124		OMF/Risk Management	
4a. To be filed (date)	4b. Calendar (Check One)			5. Date Submitted to FPD Budget Analyst		
	Regular	Consent	4/5ths		September 8, 2010	
September 23, 2010		×		e	September 0, 2010	

1) Legislation Title: *Pay Claim of Earl H. Hall.

2) Purpose of the Proposed Legislation: This ordinance will close OMF Risk Management File No. G2009-0078-01 for a total of \$55,000.

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 \$55,000. 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
		ч. -				
Jeff Bao Kate W		S.				

APPROPRIATION UNIT HEAD (Typed name and signature)

184135



CITY OF PORTLAND, OREGON

Office of Management and Finance Risk Management Services

Sam Adams, Mayor

Kate Wood, Risk Manager 1120 S.W. Fifth Avenue, Room 709 • Portland, OR 97204-1912 Phone: 503-823-5101 • Fax: 503-823-6120 www.portlandonline.com

DATE: September 1, 2010

TO: Mayor Sam Adams

FOR MAYOR'S OFFICE USE ONLY

Reviewed by Bureau Liaison

FROM: Becky Chiao 503-823-6124

7. BACKGROUND/ANALYSIS

This ordinance will settle a lawsuit brought by an elderly gentleman who fell off his motorized threewheeled tricycle he was riding on SE Hawthorne near SE 35th. The accident occurred at the site of a hole in the pavement around a gas valve. The city had prior notice of the hole, and had performed a temporary patch at the site four months before the hole reappeared and the accident occurred.

Mr. Hall incurred nearly \$100,000 of medical bills and would be entitled to some amount of compensation for pain and suffering as well, if he were to prevail in court. Therefore, it is prudent to compromise the claim and settle for the negotiated amount of \$55,000.

8. FINANCIAL IMPACT

Approval of the settlement would result in a payment of \$55,000 from the liability fund.

9. RECOMMENDATION/ACTION REQUESTED

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