FINANCE AND ECONOMIC DEVELOPMENT COMMITTEE REPORT 2A 27 MARCH 2019 COMITÉ DES FINANCES ET DU DÉVELOPPEMENT ÉCONOMIQUE RAPPORT 2A LE 27 MARCH 2019

EXTRACT OF DRAFT MINUTES 2
FINANCE AND ECONOMIC
DEVELOPMENT COMMITTEE
5 MARCH 2019

EXTRAIT DE L'ÉBAUCHE DU PROCÈS-VERBAL 2 COMITÉ DES FINANCE ET DU DÉVELOPPEMENT ÉCONOMIQUE LE 5 MARS 2019

OFFICE OF THE CITY CLERK AND SOLICITOR

LEGAL SERVICES

COMPREHENSIVE LEGAL SERVICES REPORT FOR THE PERIOD JULY 1 TO DECEMBER 31, 2018

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ACS2019-CCS-LEG-0001

CITY WIDE

REPORT RECOMMENDATION

That the Finance and Economic Development Committee and Council receive this report for information.

The report recommendation was considered during the consent portion of the meeting and Committee proceeded to consider the following motion moved by Councillor A. Hubley:

FEDC MOTION No. 2/4

Moved by: Councillor A. Hubley

WHEREAS the Association of Municipalities of Ontario (AMO), in an August 2018 statement, said that, "The principle of joint and several liability is costing municipalities and taxpayers dearly, in the form of rising insurance premiums, service reductions and fewer choices"; and

WHEREAS these significant, negative consequences arising from the principle of joint and several liability, also referred to as the "1% Rule" are being felt by the City of Ottawa in the same manner as all other Ontario municipalities; and

WHEREAS Ottawa City Council, by way of a resolution passed on August

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25th, 2010, has previously endorsed AMO's efforts to seek joint and several liability reform in Ontario through changes to the provincial Negligence Act; and

WHEREAS the Premier of Ontario recently announced that his government is launching consultations on reforming joint and several liability in the Province; and

WHEREAS both AMO and the Association of Municipal Managers, Clerks and Treasurers have stated that reforming the 1% Rule "could save the municipal sector \$27 million in insurance costs"; and

WHEREAS changes to the principle of joint and several liability are necessary to bring Ontario more in line with other provincial jurisdictions that have moved to protect municipal taxpayers from being targeted as "deep pocket" defendants;

THEREFORE BE IT RESOLVED THAT the Finance and Economic

Development Committee recommend that City Council advise the

Provincial Government of its support for reforms to the principle of joint
and several liability in Ontario that would provide fair compensation to
seriously injured persons while also protecting municipal taxpayers from
having to bear a disproportionate share of the responsibility for providing
that compensation; and,

BE IT FURTHER RESOLVED THAT the City Clerk and Solicitor be directed to provide the Finance and Economic Development Committee with a future update on the Ontario Government's consultation process, once more is known about it.

CARRIED