[Settlement Of Lawsuit]

Ordinance authorizing settlement of the lawsuit filed by JMB Construction, Inc., against the City and County of San Francisco, for \$200,000; the lawsuit was filed on June 10, 2002, in San Francisco Superior Court, Unlimited Jurisdiction, Case No. 408-928; entitled JMB Construction, Inc. v. City and County of San Francisco; other material terms of said settlement are: (1) The City reserves all rights to pursue claims against JMB for latent defects in the contract work, and JMB agrees to retain full responsibility for latent defects in the contract work; (2) All warranties under the contract and which are not yet expended shall remain in full force and effect; (3) The City shall retain responsibility for any future claims made by Union Pacific Railroad Company ("Union Pacific") arising from the contract, except that JMB shall retain full responsibility for any claims by Union Pacific arising from damage caused by JMB; (3) In consideration for the proposed settlement payment, JMB has agreed to dismiss the Action with prejudice in its entirety; and (4) the City and JMB each shall bear its own legal costs and fees arising from this action;

Be it ordained by the People of the City and County of San Francisco:

Section 1. The City Attorney is hereby authorized to settle the action entitled "JMB Construction, Inc. v. City and County of San Francisco, San Francisco Superior Court, Unlimited Jurisdiction, Case No. 408-928, by the payment of \$200,000 to JMB Construction, Inc. In addition, the settlement shall contain the following material terms: (1) The City reserves all rights to pursue claims against JMB for latent defects in the contract work, and JMB agrees to retain full responsibility for latent defects in the contract work; (2) All warranties under the contract and which are not yet expended shall remain in full force and effect; (3) The City shall retain responsibility for any future claims made by Union Pacific Railroad

Company ("Union Pacific") arising from the contract, except that JMB shall retain full responsibility for any claims by Union Pacific arising from damage caused by JMB; (3) JMB shall dismiss the Action with prejudice in its entirety; and (4) the City and JMB each shall bear its own legal costs and fees arising from this action;.

Section 2. The above-named action was filed in San Francisco Superior Court on June 10, 2002, and the following party is named in the lawsuit: City and County of San Francisco.

6	10, 2002, and the following party is named in the lawsuit: City and County of San Francisco	
7	APPROVED AS TO FORM AND RECOMMENDED:	RECOMMENDED:
9	DENNIS J. HERRERA City Attorney	SAN FRANCISCO PUBLIC UTILITIES COMMISSION
10	JOANNE HOEPER	- Hatning Nartel
12	Chief Trial Deputy	
14	FUNDS AVAILABLE:	APPROVED:
15	CWP600PU295A CENSR4EN45	May 1
16 17	Bree Imeda for	Sécretary, Public Utilities Coynmission

EDWARD HARRINGTON Controller



City and County of San Francisco Tails

City Hall 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102-4689

Ordinance

File Number: 030905 Date Passed:

Ordinance authorizing settlement of the lawsuit filed by JMB Construction, Inc., against the City and County of San Francisco, for \$200,000; the lawsuit was filed on June 10, 2002, in San Francisco Superior Court, Unlimited Jurisdiction, Case No. 408-928; entitled JMB Construction, Inc. v. City and County of San Francisco; other material terms of said settlement are: (1) The City reserves all rights to pursue claims against JMB for latent defects in the contract work, and JMB agrees to retain full responsibility for latent defects in the contract work; (2) All warranties under the contract and which are not yet expended shall remain in full force and effect; (3) The City shall retain responsibility for any future claims made by Union Pacific Railroad Company ("Union Pacific") arising from the contract, except that JMB shall retain full responsibility for any claims by Union Pacific arising from damage caused by JMB; (3) In consideration for the proposed settlement payment, JMB has agreed to dismiss the action with prejudice in its entirety; and (4) the City and JMB each shall bear its own legal costs and fees arising from this action.

June 17, 2003 Board of Supervisors — PASSED, ON FIRST READING

Ayes: 10 - Ammiano, Daly, Dufty, Gonzalez, Hall, Ma, Maxwell, Newsom, Peskin,

Sandoval

Excused: 1 - McGoldrick

June 24, 2003 Board of Supervisors — FINALLY PASSED

Ayes: 9 - Ammiano, Daly, Dufty, Gonzalez, Hall, Ma, Newsom, Peskin, Sandoval

Excused: 2 - Maxwell, McGoldrick

File No. 030905

I hereby certify that the foregoing Ordinance was FINALLY PASSED on June 24, 2003 by the Board of Supervisors of the City and County of San Francisco.

MI 03 MI

Date Approved

Gloria L. Young Clerk of the Board

Mayor Willie L. Brown Jr.

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