

**CITY COUNCIL AGENDA TOPIC**

Resolution authorizing execution of all documents necessary to implement settlement of the sewer backup claim brought by Belmont Place Apartments in the amount of \$412,432.09.

Kathy Gerla, City Attorney, 452-7220  
Pete Bourgeault, Risk Manager, 452-2011  
*City Attorney's Office*

**EXECUTIVE SUMMARY****ACTION**

This Resolution authorizes execution of all documents necessary to implement settlement of the sewer backup claim brought by Belmont Place Apartments in the amount of \$412,432.09.

**RECOMMENDATION**

Move to adopt Resolution No. 10388

**BACKGROUND/ANALYSIS**

On January 11, 2024, City of Bellevue Utilities responded to a sewage backup at Belmont Place Apartments at 1415 140<sup>th</sup> Avenue NE. Sewage backed up into 15 apartment units and landscaping. Upon investigation, Utilities determined the City should accept responsibility. As verified by Evergreen Adjustment Services, the scope of loss for the damaged building/real property includes mitigation/reconstruction, flooring, cabinets, drywall, doors, millwork, paint, and labor. Additional losses include business income/extra expense includes loss of rents, storage expenses and electrical increase during mitigation phase.

**POLICY & FISCAL IMPACTS****Policy Impact**

Pursuant to Bellevue City Code 4.36.030, settlement and payment of claims exceeding \$75,000 requires the authorization of City Council.

**Fiscal Impact**

This Resolution will authorize the execution of all documents necessary for the negotiated settlement of the sewer backup claim brought by Belmont Place Apartments in the amount of \$412,432.09. Sufficient funds for this claim exist within the City's 2023-2024 General Self-Insurance Fund budget.

**OPTIONS**

1. Adopt the Resolution authorizing execution of all documents necessary to implement settlement of the sewer backup claim brought by Belmont Place Apartments in the amount of \$412,432.09.
2. Do not adopt the Resolution and provide alternative direction to staff.

**ATTACHMENTS**

Proposed Resolution No. 10388

**AVAILABLE IN COUNCIL LIBRARY**

N/A