Operational Risk Management in the Lacrosse Aftermath – A Fire Engineer's Perspective

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Presentation Outline

- I. The Why Lacrosse Judgement
- II. The What Key Lacrosse Findings
- III. The How Operational Risk Management



Part 1 - The Why Lacrosse Judgement

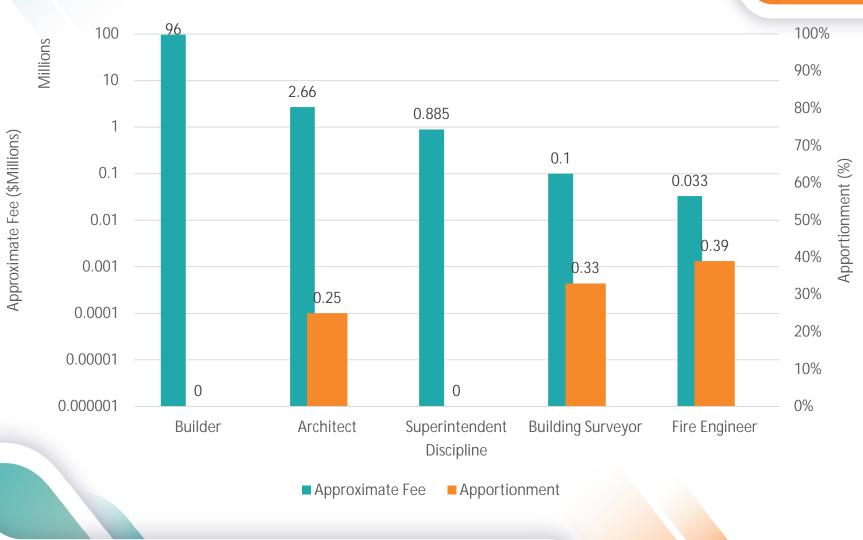


The Lacrosse Judgement

Discipline	Approximate fee	Apportionment	Statutory Insurance
Builder	\$96M	0%	No
Architect	\$2.66M	25%	Yes (PI)
Superintendent	\$885K	0%	No
Building Surveyor	\$100K	33%	Yes (PI)
Fire Engineer	\$33K	39%	Yes (PI)

- ~\$5.7M damages awarded (damages sought ~\$12 M)
- FSE received the highest apportionment of damages at 39%.
- FSE negligent and engaged in misleading and deceptive conduct
- FSE engineers to undertake an assessment of the building as a whole

The Judgement Graph

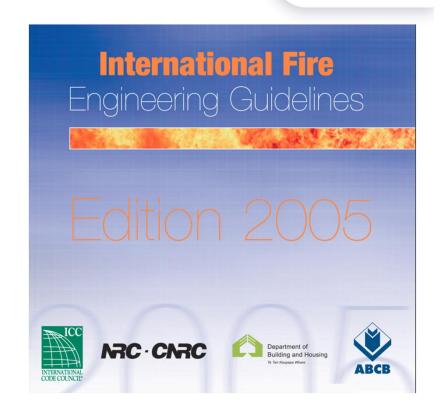


Part 2 - The What Key Lacrosse Findings



Key Lacrosse Findings - 1

- FSE aware of ACP but argued 'it was not his role to question the use of ACP'.
- Judge noted IFEG not followed.
- IFEG required the evaluation of the structure and construction materials early to establish potential fire hazards for the building



 Bronwyn Weir, 2 March 2019, Lacrosse Decision - What does this all mean? Ref: https://www.linkedin.com/pulse/lacrosse-decision-what-doesall-mean-bronwyn-weir

Key Lacrosse Findings - 2

Judge noted:

"My impression generally of Thomas Nicolas's approach to the FERs and other documents, was that there were a number of instances of the use of template or "boilerplate" language (as well as reference to out-of-date guidelines), without much attention being given to what the words actually meant or required. Thomas Nicolas is, of course, not alone in this. It is often the case that diligent and competent professionals blithely reuse standard documents that have served them well over the years, focusing only on those parts that need to be tailored to each job. It is only when something goes wrong and the lawyers become involved, that any real attention is given to how that boilerplate language informs potential liability"

Ref: Bronwyn Weir, 2 March 2019, Lacrosse Decision - What does this all mean? Ref: https://www.linkedin.com/pulse/lacrosse-decision-what-does-all-mean-bronwyn-weir

Key Lacrosse Findings - 3

- FSE argued that notwithstanding the terms of his consultancy agreement that required him to undertake a 'full engineering assessment', this was not his actual role.
- Thomas Nicolas opened its case on the basis that "it was never expected that the fire engineer would have the role of going through architectural drawings and identifying possible non-compliances". Rather, the role of the fire engineer was limited to responding to the alternative solutions or "deviations from the DTS provisions" identified by the "Authority Having Jurisdiction" (namely, in this case, Gardner Group).
- The Judge said the FSE's understanding of his role was at odds with the services agreed to provided under his consultancy agreement.
- The Judge note 'The obligation may not have extended to undertaking "never ending searches...for non-compliances". But it at least required some proactive investigation and assessment of the principal building materials.

Ref: Bronwyn Weir, 2 March 2019, Lacrosse Decision - What does this all mean? Ref: https://www.linkedin.com/pulse/lacrosse-decision-what-does-all-mean-bronwyn-weir

Part 3 - The How FSE Operational Risk Management





Practice Note For Fire & Life Safety in Existing Buildings During Construction

Version 1.0, dated 08.03.12

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Industry Guidelines - 1

- International Fire Engineering Guidelines (IFEG)
- SFS Practice Notes
 - Fire Safety Design & Certification
 - Design Fires
 - Fire Safety during Construction
 - > Tenability Criteria
 - Clause 153 Inspection Reports
- Fire Brigade Guidelines



Operational Matters - 1

- FSE role clarification
- Learning to say 'NO'
- Don't be the 'rubber stamp' Fire Engineer
- Beware of the 'Overnight' Alternative Solution
- Independent Peer Review
- Pricing in the risk and effort
 - Site inspections
 - Modelling
 - Quantitative analysis







Thank You

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