



Disaster Risk Management

Delegation of Authority



HudsonAnalytix
Complexity Made Simple™





Disaster Risk Management

Delegation of Authority

Applies to DRM & Business Continuity

1. Identify **WHAT** decisions may need to be made.
2. Identify (specifically) **WHO** has authority to make those decisions.
(difference between can make decisions vs authority to make decisions)
3. Identify **WHEN** those decisions need to be made.



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Delegation of Authority

WHAT decisions may need to be made.



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WHAT decisions may need to be made.

Overtime

Purchase equipment/supplies

Contract specialists

Close the port – reopen the port

Divert inbound ships

Cyber: quarantine systems, shut down system, pay ransom



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WHO has authority to make those decisions.

Difference between CAN MAKE decisions versus AUTHORITY TO MAKE decisions.

Specific – either by name or position



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WHEN those decisions must be made.

Specify in you Delegation of Authority what set of conditions must exist for delegated authority to be exercised.

Examples: during a declared emergency, when \$XXXX is at risk, when critical equipment is at risk, safety of life



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Define parameters of delegated authority:

“This policy is in effect during a declared disaster ...”

“Delegated authority is limited to \$20,000. Authorization for expenses beyond \$20,000 must be elevated to the next higher level...”



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Define decision making paradigm:

“The priority, in order, for decision making under this document shall be:

- **safety of life**
- **prevention of injury**
- **prevention of damage to the facility**
- **resumption of port operations**
- **security of the facility, cargo and passengers ...”**



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Define “ABSENCE”:

“If unable to contact the principal decision maker after three attempts [two hours], the subsequent decision maker is authorized to ... “



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Topic	Principal Decision Maker	2 nd Decision Maker	3 rd Decision Maker
Suspend Port operations			
Contract repairs			
Authorize overtime pay			
Quarantine IT equipment			