

STATEMENT OF BUDGET IMPACT
(Policy Number 94-45)
Budgetary Review of Proposed Resolution &
Ordinances with Financial Implication.

Date: September 8, 2015

File: BIS 15 – 280

File: TMP-2015-00427

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO EXECUTE AND IMPLEMENT THE ATTACHED WORKERS' COMPENSATION SETTLEMENT AGREEMENT AND RELEASE BETWEEN THE CITY OF HOLLYWOOD AND STEVEN MARTIN IN THE AMOUNT OF \$439,000.00.

Statement of Budget Impact:

1. ☐ No Budget Impact associated with this action;
2. ☒ Sufficient budgetary resources identified/available;
3. ☐ Budgetary resources not identified/unavailable;
4. ☐ Potential Revenue is possible with this action;
5. ☒ Will not increase the cost of Housing;
6. ☐ May increase the cost of Housing; (CDAB review required)

Explanation:

This Resolution seeks to approve and authorize the appropriate City Officials to enter into, execute and implement a workers' compensation settlement agreement and release between the City and Steven Martin, the "Claimant", who suffered injuries while working for the City as a firefighter on July 3, 1989 and on April 1, 1993. To date, more than \$440,000 has been paid out on medical and indemnity claims relating to these injuries. Based upon the Claimant's life expectancy, injuries, and payout history, the potential future claims exposure is calculated to exceed \$1.1 million. Subsequently, mediation between the Claimant and the City was held on September 2, 2015, with a proposed settlement of \$439,000 agreed to between the parties subject to the approval of the City's excess workers' compensation insurance carrier and the City Commission. The City's excess workers' compensation insurance carrier has approved the proposed settlement and will reimburse the City for all costs above the City's self-insurance retention amount of \$300,000.

Funding for the proposed settlement and payment of claims in the amount of \$439,000 will be available in the City's Self Insurance Fund, Fund 58, with reimbursement to the City for all amounts over the City's self-insurance retention level of \$300,000, subject to the approval of this settlement by the City Commission.

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