

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

Date: October 18, 2018

BIS 19 – 020

FILE: TMP-2018-647

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, APPROVING AND AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO IMPLEMENT A SETTLEMENT WITH THE HOMES AT EASTLAKE HOMEOWNERS' ASSOCIATION, INC.

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 authorization for the appropriate City Officials to implement a settlement with the Homes at Eastlake Homeowners' Association, Inc. in the amount of \$96,885.20.

The Department of Public Utilities began management of Utility Billing in January 2015 due to negligence of Data Management Associates ("DMA"), the former managers of customer service, reporting of stuck meters, faulty meters that stopped registering water consumption. Since then a Stuck Meter procedure solution is used that recognize the sharing of fault for the stuck meter situation. The City offers to settle the estimate bills for 50% of the estimated amount that would otherwise be due and owing and allows the remaining balance to be paid over a five year period.

Section 41.05(B)(4) of the City's Code of Ordinances regarding claims for money owed to the City, City Commission approval is required where the total amount being forgiven is in excess of \$25,000.00.

Based upon the review of the usage history, the usage charges were re-calculated and the total estimated bill for The Homes at Eastlake Homeowners' Association, Inc. for the period during the meter was stuck is \$193,770.39 including the utility tax, which results in a proposed settlement for \$96,885.20. The Homes at Eastlake Homeowners' Association, Inc. have agreed to the City's settlement offer.

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