File No. 18-906

From Corporation Counsel, Office of Corporation Counsel, and outside counsel, requesting authorization to settle the claims in *James Kubicek LCSW v. Milwaukee Co. Behavioral Health Division and Milwaukee Co. Dept. of Health & Human Services*, Milwaukee County Circuit Court Case No. 16-CV-1031, by recommending adoption of the following:

A RESOLUTION

WHEREAS, James Kubicek (Kubicek) was a long-time Deputy Administrator, and occasionally, Acting Administrator of the Milwaukee County (the County) Behavioral Health Division (BHD) of the County's Department of Health and Human Services; and

WHEREAS, in November 2014, Kubicek was offered an executive position at a private employer; and

WHEREAS, Kubicek alleges that he accepted this executive position effective January 9, 2015, only because he had been promised continued County employment that would qualify him for the Rule of 75, an early retirement benefit available to some County employees that permits them to retire with a full pension when the sum of their age and County service credits equals or exceeds 75; and

WHEREAS, to accomplish this, Kubicek exhausted his unused vacation and other paid time off and then he took a position as a pool social worker (which had no regular work schedule or required hours but allowed him to continue as a County employee) until he accumulated sufficient age to qualify for the Rule of 75 benefit in February 2016; and

WHEREAS, effective May 18, 2015, Kubicek was terminated from the pool social worker position without cause or hearing; and

WHEREAS, Kubicek alleged that he had a contractual right to the Rule of 75 benefit, that the County's promises to him estopped the County from discharging him, and that he was the victim of a wrongful discharge; and

WHEREAS, Kubicek's claims were tried to a jury in Circuit Court in late July/early August 2018; and

WHEREAS, though Kubicek's contract claim was dismissed by the presiding judge, the jury found in his favor on the estoppel claim and the judge has indicated that it will decide the wrongful discharge claim as a matter of law; and

WHEREAS, the jury's verdict in Kubicek's favor on the estoppel claim would entitle him to Rule of 75 pension benefit payments totaling over \$426,000; and

 WHEREAS, there is additional exposure to the County should the judge decide Kubicek's wrongful discharge claim in his favor; and

WHEREAS, negotiations between the parties have resulted in a settlement agreement that provides for a release of all Kubicek's claims and a dismissal of the pending litigation with prejudice in return for a payment from the County to Kubicek in the total amount of \$350,000, and preservation of Kubicek's right to a deferred vested pension benefit when he reaches age 60; and

WHEREAS, outside trial counsel and Corporation Counsel, Office of Corporation Counsel, recommend this settlement; and

WHEREAS, the Committee on Judiciary, Safety, and General Services, at its meeting of November 29, 2018, recommended adoption of File No. 18-906 (vote 5-0); now, therefore,

BE IT RESOLVED, the Milwaukee County Board of Supervisors approves payment in the total amount of \$350,000 from Milwaukee County to James Kubicek (Kubicek), to settle all claims arising out of Kubicek's lawsuit and to ensure dismissal of said lawsuit with prejudice, and no attorney fees or litigation costs to any party.

ars 11/29/18

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