# In the United States Court of Federal Claims

**OFFICE OF SPECIAL MASTERS** 

No. 15-724V Filed: January 17, 2017 Not for Publication

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THOMAS REECE, Petitioner,	*	* * Damages decision based on a
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	*	stipulation; influenza ("flu")
v. SECRETARY OF HEALTH AND HUMAN SERVICES,	*	vaccine; Guillain-Barré syndrome ("GBS")
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<u>Michael G. McLaren</u>, Memphis, TN, for petitioner. <u>Amy P. Kokot</u>, Washington, DC, for respondent.

# MILLMAN, Special Master

# **DECISION AWARDING DAMAGES<sup>1</sup>**

On January 17, 2017, the parties filed the attached stipulation in which they agreed to settle this case and described the settlement terms. Petitioner alleges that his receipt of the influenza ("flu") vaccine on or about October 31, 2014 caused him to develop Guillain-Barré syndrome ("GBS"). Petitioner further alleges that he experienced the residual effects of this injury for more than six months. Respondent denies that petitioner's receipt of the flu vaccine caused petitioner to suffer GBS, any other injury, or his current condition. Nonetheless, the parties agreed to resolve this matter informally.

<sup>&</sup>lt;sup>1</sup> Because this unpublished decision contains a reasoned explanation for the special master's action in this case, the special master intends to post this unpublished decision on the United States Court of Federal Claims' website, in accordance with the E-Government Act of 2002, 44 U.S.C. § 3501 note (2012) (Federal Management and Promotion of Electronic Government Services). Vaccine Rule 18(b) states that all decisions of the special masters will be made available to the public unless they contain trade secrets or commercial or financial information that is privileged and confidential, or medical or similar information whose disclosure would constitute a clearly unwarranted invasion of privacy. When such a decision is filed, petitioner has 14 days to identify and move to redact such information prior to the document secrets listed above, the special master shall redact such material from public access.

The undersigned finds the terms of the stipulation to be reasonable. The court adopts the parties' attached stipulation and awards compensation in the amount and on the terms set forth in the stipulation. Pursuant to the stipulation, the court awards:

- a. a lump sum of **\$646,322.67** representing compensation for first year life care expenses (\$66,852.81), lost earnings (\$332,793.86), pain and suffering (\$235,000.00), and past unreimbursable expenses (\$11,676.00). This award shall be in the form of a check made payable to petitioner; and
- b. an amount sufficient to purchase the annuity contract described in paragraph 10 of the attached stipulation, paid to the life insurance company from which the annuity will be purchased.

In the absence of a motion for review filed pursuant to RCFC Appendix B, the clerk of the court is directed to enter judgment herewith.<sup>2</sup>

# IT IS SO ORDERED.

Dated: January 17, 2017

<u>s/ Laura D. Millman</u> Laura D. Millman Special Master

 $<sup>^{2}</sup>$  Pursuant to Vaccine Rule 11(a), entry of judgment can be expedited by each party, either separately or jointly, filing a notice renouncing the right to seek review.

#### IN THE UNITED STATES COURT OF FEDERAL CLAIMS OFFICE OF SPECIAL MASTERS

THOMAS REECE,

Petitioner,

v.

SECRETARY OF HEALTH AND HUMAN SERVICES,

Respondent.

No. 15-724V (ECF) Special Master Millman

#### **STIPULATION**

The parties hereby stipulate to the following matters:

1. Thomas Reece, petitioner, filed a petition for vaccine compensation under the

National Vaccine Injury Compensation Program, 42 U.S.C. §§ 300aa-10 to -34 (the "Vaccine

Program"). The petition seeks compensation for injuries allegedly related to petitioner's receipt

of the influenza ("flu") vaccine, which vaccine is contained in the Vaccine Injury Table (the

"Table"), 42 C.F.R. § 100.3(a).

2. Petitioner received a flu vaccination on or about October 31, 2014.

3. The vaccine was administered within the United States.

4. Petitioner alleges that the flu vaccine caused him to develop Guillain-Barré Syndrome

("GBS"). Petitioner further alleges that he experienced the residual effects of this injury for more than six months.

5. Petitioner represents that there has been no prior award or settlement of a civil action for damages as a result of his condition. 6. Respondent denies that the flu vaccine administered on or about October 31, 2014, is the cause of petitioner's alleged GBS and/or any other injury or his current condition.

7. Maintaining their above-stated positions, the parties nevertheless now agree that the issues between them shall be settled and that a decision should be entered awarding the compensation described in paragraph 8 of this Stipulation.

8. As soon as practicable after an entry of judgment reflecting a decision consistent with the terms of this Stipulation, and after petitioner has filed an election to receive compensation pursuant to 42 U.S.C. § 300aa-21(a)(1), the Secretary of Health and Human Services will issue the following vaccine compensation payments:

- A lump sum of \$646,322.67, which amount represents compensation for first-year life-care expenses (\$66,852.81), lost earnings (\$332,793.86), pain and suffering (\$235,000.00), and past unreimbursable expenses (\$11,676.00) in the form of a check payable to petitioner; and
- b. An amount sufficient to purchase the annuity contract described in paragraph 10 below, paid to the life insurance company from which the annuity will be purchased (the "Life Insurance Company").

9. The Life Insurance Company must have a minimum of \$250,000,000 capital and

surplus, exclusive of any mandatory security valuation reserve. The Life Insurance Company

must have one of the following ratings from two of the following rating organizations:

a. A.M. Best Company: A++, A+, A+g, A+p, A+r, or A+s;

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- Moody's Investor Service Claims Paying Rating: Aa3, Aa2, Aa1, or Aaa;
- c. Standard and Poor's Corporation Insurer Claims-Paying Ability Rating: AA-, AA, AA+, or AAA;
- d. Fitch Credit Rating Company, Insurance Company Claims Paying Ability Rating: AA-, AA, AA+, or AAA.
- 10. The Secretary of Health and Human Services agrees to purchase an annuity contract

from the Life Insurance Company for the benefit of petitioner, Thomas Reece, pursuant to which

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the Life Insurance Company will agree to make payments periodically to petitioner as follows:

- a. For future unreimbursable Anthem Maximum-out-of-Pocket expenses, beginning on the first anniversary of the date of judgment, an annual amount of \$9,000.00 to be paid up to the anniversary of the date of judgment in year 2027, increasing at the rate of five percent (5%), compounded annually from the date of judgment.
- b. For future unreimbursable Medicare Part B Premium and Medicare Part D expenses, beginning on the anniversary of the date of judgment in year 2027, an annual amount of \$4,109.32 to be paid for the remainder of petitioner's life, increasing at the rate of five percent (5%), compounded annually from the date of judgment.
- c. For future unreimbursable Medicare Supplement Maximum-out-of-Pocket expenses, beginning on the anniversary of the date of judgment in year 2027, an annual amount of \$3,400.00 to be paid for the remainder of petitioner's life, increasing at the rate of five percent (5%), compounded annually from the date of judgment.
- d. For future unreimbursable Physical Therapy and Occupational Therapy expenses, beginning on the anniversary of the date of judgment in year 2027, an annual amount of \$184.00 to be paid for the remainder of petitioner's life, increasing at the rate of four percent (4%), compounded annually from the date of judgment.
- e. For future unreimbursable Walker Skis, Wheelchair Maintenance, Power Wheelchair Maintenance, Tub Transfer Bench, Medical Alert Tag, Reacher, Swivel Bar Stool, and Weight expenses, beginning on the first anniversary of the date of judgment, an annual amount of \$474.52 to be paid up to the anniversary of the date of judgment in year 2022. Then, on the anniversary of the date of judgment in year 2022, a lump sum of \$545.52. Then, beginning on the anniversary of the date of judgment in year 2023, an annual amount of \$484.66 to be paid up to the anniversary of the date of judgment in year 2025. Then, on the anniversary of the date of judgment in year 2025, a lump sum of \$492.66. Thereafter, beginning on the anniversary of the date of judgment in year 2026, an annual amount of \$485.46 to be paid for the remainder of petitioner's life, all amounts increasing at the rate of four percent (4%), compounded annually from the date of judgment.
- f. For future unreimbursable Wheelchair expenses, on the anniversary of the date of judgment in year 2029, a lump sum of \$999.99. Thereafter, beginning on the anniversary of the date of judgment in year 2030, an annual amount of \$142.86 to be paid for the remainder of petitioner's life, all amounts increasing at the rate of four percent (4%), compounded annually from the date of judgment.
- g. For future unreimbursable Power Wheelchair expenses, on the anniversary of the date of judgment in year 2024, a lump sum of \$5,833.64. Then, on the

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anniversary of the date of judgment in year 2031, a lump sum of \$5,833.64. Thereafter, beginning on the anniversary of the date of judgment in year 2032, an annual amount of \$833.38 to be paid for the remainder of petitioner's life, all amounts increasing at the rate of four percent (4%), compounded annually from the date of judgment.

- h. For future unreimbursable Colace, Senokot, Mobile Medical Alert System, Forearm Support, Chairpod, Theraputty, Hand Held Shower, Physician Mileage and Primary Care Mileage expenses, beginning on the first anniversary of the date of judgment, an annual amount of \$631.71 to be paid for the remainder of petitioner's life, increasing at the rate of four percent (4%), compounded annually from the date of judgment.
- i. For future unreimbursable Case Management expenses, beginning on the first anniversary of the date of judgment, an annual amount of \$1,500.00 to be paid for the remainder of petitioner's life, increasing at the rate of four percent (4%), compounded annually from the date of judgment.
- j. For future unreimbursable Ancillary Service expenses, beginning on the first anniversary of the date of judgment, an annual amount of \$3,424.00 to be paid up to the anniversary of the date of judgment in year 2027, increasing at the rate of four percent (4%), compounded annually from the date of judgment.
- k. For future unreimbursable Attendant Care expenses, beginning on the first anniversary of the date of judgment, an annual amount of \$13,260.00 to be paid for the remainder of petitioner's life, increasing at the rate of four percent (4%), compounded annually from the date of judgment.
- For future unreimbursable Home Health Aide expenses, beginning on the anniversary of the date of judgment in year 2027, an annual amount of \$22,880.00 to be paid for the remainder of petitioner's life, increasing at the rate of four percent (4%), compounded annually from the date of judgment.

At the sole discretion of the Secretary of Health and Human Services, the periodic

payments set forth in paragraph 10 above may be provided to petitioner in monthly, quarterly,

annual or other installments. The "annual amounts" set forth above describe only the total yearly

sum to be paid to petitioner and do not require that the payment be made in one annual

installment. Petitioner will continue to receive the annuity payments from the Life Insurance

Company only so long as he, Thomas Reece, is alive at the time that a particular payment is due.

Written notice shall be provided to the Secretary of Health and Human Services and the Life Insurance Company within twenty (20) days of Thomas Reece's death.

11. The annuity contract will be owned solely and exclusively by the Secretary of Health and Human Services and will be purchased as soon as practicable following the entry of a judgment in conformity with this Stipulation. The parties stipulate and agree that the Secretary of Health and Human Services and the United States of America are not responsible for the payment of any sums other than the amounts set forth in paragraph 8 herein and the amounts awarded pursuant to paragraph 12 herein, and that they do not guarantee or insure any of the future annuity payments. Upon the purchase of the annuity contract, the Secretary of Health and Human Services and the United States of America are released from any and all obligations with respect to future annuity payments.

12. As soon as practicable after the entry of judgment on entitlement in this case, and after petitioner has filed both a proper and timely election to receive compensation pursuant to 42 U.S.C. § 300aa-21(a)(1), and an application, the parties will submit to further proceedings before the special master to award reasonable attorneys' fees and costs incurred in proceeding upon this petition.

13. Petitioner and his attorney represent that they have identified to respondent all known sources of payment for items or services for which the Program is not primarily liable under 42 U.S.C. § 300aa-15(g), including State compensation programs, insurance policies, Federal or State health benefits programs (other than Title XIX of the Social Security Act (42 U.S.C. § 1396 et seq.)), or entities that provide health services on a pre-paid basis.

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14. Payment made pursuant to paragraph 8 of this Stipulation, and any amount awarded pursuant to paragraph 12 of this Stipulation, will be made in accordance with 42 U.S.C. § 300aa-15(i), subject to the availability of sufficient statutory funds.

15. The parties and their attorneys further agree and stipulate that, except for any award for attorneys' fees and litigation costs, and past unreimbursable expenses, the money provided pursuant to this Stipulation will be used solely for the benefit of petitioner as contemplated by a strict construction of 42 U.S.C. § 300aa-15(a) and (d), and subject to the conditions of 42 U.S.C. § 300aa-15(g) and (h).

16. In return for the payments described in paragraphs 8 and 12, petitioner, in his individual capacity, and on behalf of his heirs, executors, administrators, successors and/or assigns, does forever irrevocably and unconditionally release, acquit and discharge the United States and the Secretary of Health and Human Services from any and all actions or causes of action (including agreements, judgments, claims, damages, loss of services, expenses and all demands of whatever kind or nature) that have been brought, could have been brought, or could be timely brought in the Court of Federal Claims, under the National Vaccine Injury Compensation Program, 42 U.S.C. § 300aa-10 et seq., on account of, or in any way growing out of, any and all known or unknown, suspected or unsuspected personal injuries to or death of petitioner resulting from, or alleged to have resulted from, the flu vaccination administered on or about October 31, 2014, as alleged by petitioner in a petition for vaccine compensation filed on or about July 14, 2015, in the United States Court of Federal Claims as petition No. 15-724V.

17. If petitioner should die prior to entry of judgment, this agreement shall be voidable upon proper notice to the Court on behalf of either or both of the parties.

18. If the special master fails to issue a decision in complete conformity with the terms of this Stipulation or if the Court of Federal Claims fails to enter judgment in conformity with a decision that is in complete conformity with the terms of this Stipulation, then the parties' settlement and this Stipulation shall be voidable at the sole discretion of either party.

19. This Stipulation expresses a full and complete negotiated settlement of liability and damages claimed under the National Childhood Vaccine Injury Act of 1986, except as otherwise noted in paragraph 12 above. There is absolutely no agreement on the part of the parties hereto to make any payment or to do any act or thing other than is herein expressly stated and clearly agreed to. The parties further agree and understand that the award described in this Stipulation may reflect a compromise of the parties' respective positions as to liability and/or amount of damages, and further, that a change in the nature of the injury or condition or in the items of compensation sought, is not grounds to modify or revise this agreement.

20. Petitioner hereby authorizes respondent to disclose documents filed by petitioner in this case consistent with the Privacy Act and the routine uses described in the National Vaccine Injury Compensation Program System of Records, No. 09-15-0056.

21. This Stipulation shall not be construed as an admission by the United States or the Secretary of Health and Human Services that the flu vaccine caused petitioner's alleged GBS, or any other injury or his current condition.

22. All rights and obligations of petitioner hereunder shall apply equally to petitioner's heirs, executors, administrators, successors, and/or assigns.

#### END OF STIPULATION

Respectfully submitted,

**PETITIONER:** 

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ATTORNEY OF RECORD FOR PETITIONER:

MICHAEL G. MCLAREN

Black McLaren, et al., P.C. 530 Oak Court Drive, Suite 360 Memphis, TN 38117 Tel: (901) 762-0535 AUTHORIZED REPRESENTATIVE OF THE ATTORNEY GENERAL:

CATHARINE E. REEVES Acting Deputy Director Torts Branch Civil Division U.S. Department of Justice P.O. Box 146 Benjamin Franklin Station Washington, DC 20044-0146

AUTHORIZED REPRESENTATIVE OF THE SECRETARY OF HEALTH AND HUMAN SERVICES.

Con

NARAYAN NAIR, M.D. Director, Division of Injury Compensation Programs Healthcare Systems Bureau U.S. Department of Health and Human Services 5600 Fishers Lane Parklawn Building, Mail Stop 08N146B Rockville, MD 20857

Dated: 1/17/2017

ATTORNEY OF RECORD FOR RESPONDENT:

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