

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

**Date:** November 20, 2018

**File:** BIS 19 – 034

**File:** TMP-2018-708

**Proposed Legislation:**

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO EXECUTE A ONE-YEAR AGREEMENT WITH CIGNA FOR STOP LOSS INSURANCE FOR A NOT TO EXCEED AMOUNT OF 110% OF \$1,123,551.00.

**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 authorization for the appropriate City Officials to enter into and execute a one year agreement with Cigna Insurance for stop loss insurance relating to medical and prescription drug claims. Cigna is the current third party administrator and stop loss insurer for the City. The proposal by Cigna was determined to be the most competitive and advantageous medical and prescription drug stop loss covered paired with claims administration services. It is estimated that the annual cost of this insurance will not exceed 110% of \$1,123,551.00 or \$1,235,906. The Cigna proposal will result in a 6% increase in the specific and aggregate composite rates for the 2019 plan year. Funding is available in account #558.112006.51900.591990.000000.000.000.

**PREPARED AND APPROVED BY:**

Kee Juen Eng  
Assistant Director, Budget and Financial Services