

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

Date: February 4, 2016

File: BIS 16 – 105

File: TMP-2016-049

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO BIND THE RENEWAL POLICIES FOR, THREE FLOOD INSURANCE POLICIES EXPIRING IN FEBRUARY AND MARCH 2016, TERRORISM INSURANCE, A SURETY BOND FOR THE FINANCE DIRECTOR, A FUEL TAX BOND, A SURETY BOND FOR CERTAIN TRUSTEES OF THE GENERAL EMPLOYEES RETIREMENT FUND, MARINA HULL COVERAGE, MARINA OPERATORS LEGAL LIABILITY, AND MEDICAL PROFESSIONAL LIABILITY FOR A NOT TO EXCEED AMOUNT OF \$125,000.00.

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 authorization for the appropriate City Officials to bind and renew certain insurance policies and bonds marketed by Arthur J. Gallagher Risk Management Services, "Gallagher", acting as the City's Agent of Record. Pursuant to the City's Purchasing Ordinance under §38.40(C)(9) purchases of insurance through the City's Agent of Record are exempt from the competitive bid and competitive proposal requirements of the Purchasing Ordinance.

The insurance policies and bonds to be renewed include the following:

Three (3) flood insurance policies
A terrorism insurance policy,
A surety bond for the Finance Director,
A surety bond for certain Trustees of the General Employees Retirement Fund,
A Fuel Tax bond,
Marina hull insurance policy,
Marina operator's legal liability insurance, and
Medical professional liability insurance.

The above insurance policies and bonds are scheduled to expire in February or March of 2016. Gallagher has quoted a cost for the renewal of these insurance policies and bonds not to exceed \$125,000.00. Funding is available for those costs to be incurred in FY 2016 in the adopted and approved FY 2016 Operating Budget of the City's Self Insurance Fund (58). Costs of these policies and bonds to be incurred in FY 2017 will be included in the proposed FY 2017 Operating Budget subject to the approval of the City Commission.

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