

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

**Date:** October 12, 2016

**File:** BIS 17 – 020

**File:** TMP-2016-535

**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 BETWEEN CIGNA FOR STOP LOSS INSURANCE AND THE CITY OF HOLLYWOOD FOR A NOT TO EXCEED AMOUNT OF 110% OF \$884,682.00.

**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 (1) year agreement between Cigna Insurance and the City of Hollywood for the provision of stop loss insurance. Previously, the City's Benefits Consultant, the Gehring Group, issued a Request for Proposals (RFP) on behalf of the City seeking interested parties to provide medical and prescription drug stop loss insurance coverage. Upon reviewing the bids received in response to the RFP, the Gehring Group determined that Cigna Insurance offered the most competitive and advantageous medical and drug stop loss coverage when paired with claims administration services which were recommended for award separately to Cigna Insurance. The paired services will provide the City with a cost savings of over \$246,900 as compared to the FY 2016 costs for these services. The term of the agreement will be for a one (1) year period.

Funding for the cost of the one (1) year stop loss insurance agreement is available in account #58.1241.00000.590.009199 as provided by the approved FY 2017 Operating Budget. .

**PREPARED AND APPROVED BY:**

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