

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

Date: February 13, 2015

File: BIS 15 – 099

File: TMP-2015-00045

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO BIND POLICIES WITH CERTAIN UNDERWRITERS AT LLOYDS OF LONDON FOR TERRORISM LIABILITY INSURANCE AND TERRORISM PROPERTY INSURANCE, FOR A NOT TO EXCEED AMOUNT OF \$27,004.00 FOR WHICH QUOTES WERE SOLICITED BY ARTHUR J. GALLAGHER RISK MANAGEMENT SERVICES.

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 to authorize the appropriate City Officials to enter into and bind the City to the purchase of terrorism property insurance and terrorism liability insurance. The City's Agent of Record, Arthur J. Gallagher Risk Management Services, has solicited for and obtained quotes from various insurance carriers for the aforementioned terrorism property and liability insurance coverages. The City's Code of Ordinances provides in §38.40(C)(9) that purchases of insurance conducted through the City's "Agent of Record" are exempt from the competitive bid and competitive proposal requirements of the Code.

The recommended insurance policies secured through the City's Agent of Record contain loss limits of \$100,000,000.00 for terrorism property insurance and \$10,000,000.00 for terrorism liability insurance subject to certain terms, conditions and

restrictions set forth in the respective insurance policies. The quoted premiums for the respective insurance policies are \$22,004.00 for terrorism property insurance coverage and \$5,000.00 for terrorism liability insurance coverage.

Funding is available and authorized in the FY 2015 Operating Budget in the Self-Insurance Fund 58 for the payment of said insurance premiums.

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