

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

Date: November 29, 2016

File: BIS 17 – 062

File: TMP-2016-625

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 PRIMARY AND EXCESS PROPERTY INSURANCE, FLOOD INSURANCE, PUBLIC OFFICIALS LIABILITY INSURANCE, AND BOILER AND MACHINERY INSURANCE FOR A NOT TO EXCEED AMOUNT OF \$1,517,882.00 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 authorization for the appropriate City officials to enter into and bind certain renewals of insurance policies for primary and excess property, flood, public officials' liability, and boiler and machinery insurance. Previously, the City's Agent of Record, Arthur J. Gallagher Risk Management, "Gallagher", solicited various insurance providers to submit responses to provide the above described insurance policies for the City. In response to the solicitation, Gallagher received responses from sixteen (16) carriers of various types of property insurance, three (3) carriers of public officials' liability insurance, and three (3) carriers for boiler and machinery insurance.

Gallagher staff have reviewed and evaluated the various responses received and have fashioned a recommendation as to which insurance carriers should be recommended in

each of the categories of insurance coverage. The total cost of the recommended package of insurances offered for renewal is quoted as a not to exceed amount of \$1,517,882.00. The recommended insurance policies contain the same terms and conditions as the previous year's policies with an estimated savings of approximately \$144,900.00 from the previous year's cost for similar insurance coverage.

Funding for the not to exceed cost of the recommended insurance policies is available in insurance account line items established in the approved FY 2017 operating budget for the Self Insurance Fund 58.

PREPARED AND APPROVED BY:

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