

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

**Date:** August 17, 2016

**File:** BIS 16 – 252

**File:** TMP-2016-396

**Proposed Legislation:**

AN ORDINANCE OF THE CITY OF HOLLYWOOD, FLORIDA, AMENDING SECTION 38.40 OF THE CODE OF ORDINANCES REGARDING PURCHASING; EXPANDING EXEMPTION FOR PURCHASES OF INSURANCE TO INCLUDE PURCHASES OF THIRD PARTY ADMINISTRATIVE SERVICES WHEN CITY IS SELF-INSURED.

**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 proposed legislation seeks to amend Section 38.40(C)(9) of the City's Code of Ordinances by expanding the definition of insurance purchases that are exempt from the competitive bid and competitive proposal requirements.

Presently, insurance purchases through the City's Agent of Record are listed as being exempt from the Competitive Bidding or Competitive Proposal requirement. The proposed language change will specify also "third party administrative services in situations in which the City is self-insured" as being exempt from the competitive bid and competitive proposal requirements of Section 38.40.

Purchases with estimated annual cost in excess of \$50,000.00 will continue to require prior approval of the governing body; therefore, this proposed amendment should provide no financial impact to the City.

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