

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

Date: June 25, 2015

File: BIS 15 – 231

File: TMP-2015-00330

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING AN AMENDMENT TO THE AGREEMENT BETWEEN THE CITY OF HOLLYWOOD, FLORIDA, AND GABRIEL, ROEDER, SMITH & COMPANY FOR ACTUARIAL CONSULTING SERVICES – GENERAL EMPLOYEES' RETIREMENT FUND, IN THE AMOUNT OF \$55,000 FOR ADDITIONAL SERVICES RELATED TO AN EXPERIENCE STUDY, GOVERNMENTAL ACCOUNTING STANDARDS BOARD PRONOUNCEMENTS, AND SUPPLEMENTAL PENSION DISTRIBUTIONS.

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 an amendment to the existing agreement between Gabriel, Roeder, Smith & Company, "GRS", and the City of Hollywood for the provision of professional actuarial services. Previously in March of 2010, the City had issued a Request For Proposals, RFP, for actuarial services to be provided to the General Employees' Retirement Fund. Subsequently, pursuant to Resolution R-2010-126, adopted and approved by the City Commission on May 19, 2010, the firm of Gabriel, Roeder, Smith & Company was awarded the bid for the provision of actuarial services to the General Employees' Retirement Fund with an estimated annual cost of \$18,000.00.

Currently, additional professional actuarial services will need to be performed by GRS for the General Employees' Retirement Fund including the completion of an experience study which is periodically conducted, compliance with certain Government Accounting Standard Board pronouncements impacting pensions, and the performance of an analysis relating to the supplemental pension distribution. The anticipated cost for professional actuarial services to be rendered will exceed the estimated annual contract cost of \$18,000.00 and requires Commission action. It is estimated that additional hours of professional actuarial services will be required from GRS and the additional costs to be incurred for the provision of the above described actuarial services based upon the rates contained in the agreement between the City and GRS will exceed \$50,000.00.

Funding for the anticipated costs of the additional professional actuarial services to be rendered will be made available in account #01.1228.00000.513.003115 of the adopted FY 2015 Operating Budget and, if needed, included in the proposed FY 2016 Operating Budget subject to the approval of said expenditures by the City Commission.

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