

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

Date: September 2, 2015

File: BIS 15 – 269

File: TMP-2015-00407

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO BIND THE POLICIES FOR, EXCESS LIABILITY/WORKERS' COMPENSATION INSURANCE, STATUTORY ACCIDENTAL DEATH AND DISMEMBERMENT INSURANCE, CRIME INSURANCE, FIDUCIARY LIABILITY INSURANCE FOR THE GENERAL EMPLOYEES' RETIREMENT FUND AND FLOOD INSURANCE FOR A NOT TO EXCEED AMOUNT OF \$753.260.00 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 insurance contracts for the provision of the following insurance coverages:

- Excess Liability,
- Workers Compensation,
- Statutory Accidental Death and Dismemberment,
- Crime,
- Fiduciary Liability for the General Employees' Retirement Fund, and
- Flood.

The City's Agent of Record, Arthur J. Gallagher Risk Management Services, "Gallagher", has solicited and received quotes from various insurance carriers for the above desired insurance policies. Previously, pursuant to Resolution R-2013-086, approved and adopted on April 17, 2013, the City Commission named Gallagher as the City's Agent of Record awarding bid number RFP-4344-13-IS to Gallagher for these services. Additionally, the City's Code of Ordinances in §38.40(C)(9) provides that purchases of insurance through the City's Agent of Record are exempt from the competitive bid and competitive proposal requirements of the Code.

A number of the coverage limits for certain lines of insurance have been increased and the crime insurance coverage has been expanded to include computer and funds transfer fraud coverage for FY 2016. The total cost to renew the various insurance policies with certain modifications and expanded coverage is \$87,000 more than the cost of these policies in FY 2015 for a total amount of \$753,260.00. Funding for the cost of the insurance coverages to be provided pursuant to the Gallagher proposal has been proposed for inclusion in the FY 2016 Operating Budget subject to the adoption and approval of the FY 2016 Operating Budget by the City Commission.

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