

RESOLUTION NO. _____

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO EXECUTE AN AGREEMENT BETWEEN MUTUAL OF OMAHA LIFE INSURANCE COMPANY AND THE CITY OF HOLLYWOOD FOR LONG TERM DISABILITY INSURANCE IN AN ANNUAL AMOUNT NOT TO EXCEED \$60,000.00.

WHEREAS, the City of Hollywood requested agent of record L.B. Bryan and Company to solicit Long Term Disability Insurance quotes for eligible classifications, which includes all eligible elected officials, executives, supervisors, professionals, management, confidential administrative and technical employees on the City's behalf in 2015; and

WHEREAS, the agent recommended the most comprehensive plan at a highly competitive rate, guaranteed for three years with Mutual of Omaha Life Insurance Company at a rate of \$0.290 per \$100.00 of monthly covered payroll for an estimated annual premium of \$46,821.36; and

WHEREAS, the City of Hollywood entered into a three year agreement authorized by the City Manager with Mutual of Omaha Life Insurance Company effective May 1, 2015; and

WHEREAS, since that time, the number of covered lives has increased as well as the covered monthly payroll amount, resulting in a slightly increased monthly premium; and

WHEREAS, the current contract began in May 1, 2015 and approximately \$44,500 has been expended in premiums; and

WHEREAS, the current count of covered lives is 233 with an estimated monthly premium of \$4,500.00; and

WHEREAS, the estimated annual premium, which fluctuates from month to month, now is expected to total an approximate \$55,000.00; and

WHEREAS, since future fluctuations are unknown, staff requests approval for an annual amount not to exceed \$60,000.00; and

WHEREAS, Section 38.40(C)(9) of the City's Purchasing Ordinance provides that purchases of insurance through the City's agent of record are exempt from the competitive bid and competitive proposal requirements of the Purchasing Ordinance; however, such purchases with estimated annual cost in excess of \$50,000.00 require prior approval of the City Commission; and

WHEREAS, funding for the attached agreement has been appropriated and exists in account number 58.1241.00000.590.009199;

NOW THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA:

Section 1: That it hereby approves and authorizes the execution, by the appropriate City Officials, of a contract embodying the terms and conditions approved by the City Commission this date between Mutual of Omaha Life Insurance Company and the City of Hollywood, in a form acceptable to the City Manager and approved as to form and legality by the City Attorney.

Section 2: That this resolution shall be in full force and effect immediately upon its passage and adoption.

PASSED AND ADOPTED this _____ day of _____, 2016.

PETER BOBER, MAYOR

ATTEST:

PATRICIA A. CERNY, MMC, CITY CLERK

APPROVED AS TO FORM AND LEGALITY
For the use and reliance of the
City of Hollywood, Florida, only.

JEFFREY P. SHEFFEL, CITY ATTORNEY