

26643

BOARD OF TRUSTEES OF COMMUNITY COLLEGE DISTRICT NO. 508

County of Cook and State of Illinois

**EMPLOYEE BENEFIT CONSULTING AGREEMENT
AON CONSULTING, INC.
OFFICE OF FINANCE
Amend Board Report No. 26101 dated March 31, 2004**

THE CHANCELLOR

REPORTS

that in Board Report No. 26101 dated March 31, 2004 the Board of Trustees authorized the Chairman to enter into an agreement with Aon Consulting, Inc. in an amount not to exceed \$13,000.00 to complete the actuarial valuation of liability under the Early Retirement Sick Pay Plan as of June 30, 2004 and to perform valuations of post employment benefit plans other than pension plans (OPEB plans) in an amount not to exceed \$22,000.00 as of June 30, 2004; and

that the value of the liability under the Early Retirement Sick Pay Plan has been completed for June 30, 2004; and

that there is a need to revise the effective date of the valuations of post employment benefit plans other than pension plans (OPEB plans) for fiscal years beginning after June 15, 2005 from June 30, 2004 to June 30, 2005; and

that there is a need to perform an evaluation of the effect of changing the retiree health plan coverage for all employees from benefits to age 70 to coverage to 10 years after retirement; and

that Aon Consulting, Inc. has the expertise to complete the actuarial valuation of the liability under the Early Retirement Sick Pay Plan and the GASB(OPEB) requirement as of June 30, 2005 and the additional work related to the plan change.

THE CHANCELLOR

RECOMMENDS

that the Board of Trustees authorizes the Chairman to amend the agreement with Aon Consulting, Inc. to perform valuations of post employment benefit plans other than pension plans (OPEB plans) as of June 30, 2004 to June 30, 2005 and to perform additional work to perform an evaluation of the effect of changing the retiree health plan coverage for all employees from age 70 to coverage to 10 years after retirement the contract amount will increase by \$3,000.00 including out-of-pocket expenses. The engagement will be completed by no later than August 31, 2005.

FINANCIAL

\$3,000.00 - Financial Audit Fund

Respectfully Submitted,

Wayne Watson
Chancellor

April 7, 2005