

27015

BOARD OF TRUSTEES OF COMMUNITY COLLEGE DISTRICT NO. 508
County of Cook and State of Illinois

CONTRACT RENEWAL
BLUECROSS BLUESHIELD OF ILLINOIS

THE CHANCELLOR

REPORTS

that BlueCross BlueShield of Illinois has been the administrator for the Preferred Provider Organization (PPO) Medical Plan for the City Colleges of Chicago since 2002; and

that the contract with BlueCross BlueShield of Illinois expires on December 31, 2005, a 13.5% decrease has been negotiated; and

that current and proposed BlueCross BlueShield of Illinois Monthly Rates are as follows:

Current Rate: \$46.30 per PPO plan participant

Proposed Rate: \$40.03 per PPO plan participant

that the total dollars expended last year were \$1,094,234.10 and the estimated expenditure this year will not exceed \$1,203,657.31; and

that the City Colleges of Chicago wishes to continue its relationship with BlueCross BlueShield of Illinois to offer PPO medical coverage to its employees and retirees while participating in the City Agency Healthcare Coalition that is soliciting competitive bids for healthcare that should be concluded with its negotiations in 2006 ; and

that the Office of M/WBE Contract Compliance has reviewed the above referenced contract renewal opportunity and that since BlueCross BlueShield of Illinois is in compliance with the City of Chicago's goals, it is determined that they are in compliance with the Board approved Participation Plan.

THE CHANCELLOR

RECOMMENDS

that the Board of Trustees hereby authorize the Chairman to enter into the contract renewal with BlueCross BlueShield of Illinois for the Plan for the period January 1, 2006, through December 31, 2006 at cost not to exceed \$1,203,657.31.

FINANCIAL

Not to exceed \$ 1,203,657.31 00003-0025006-520000-80000-0100-0000000

Respectfully submitted,

Wayne D. Watson
Chancellor

November 3, 2005 - Human Resources - District Office