

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

**CONTRACT RENEWAL
CERIDIAN CORPORATION
INCREASE IN ADMINISTRATIVE FEES FOR
FLEXIBLE SPENDING ACCOUNT PLAN**

THE CHANCELLOR

REPORTS

that Ceridian Corporation has been the administrator for the Flexible Spending Account (FSA) Plan for the City Colleges of Chicago since 2002; and

that the contract with Ceridian Corporation expires on December 31, 2006, and a 2.0% increase in the monthly administrative fee has been negotiated; and

that current and proposed Ceridian Corporation monthly administrative fees for the FSA plan per participating employee are as follows:

Current Rate: \$4.88 per FSA plan participant

Proposed Rate: \$4.98 per FSA plan participant

that the total dollars expended in 2006 will be \$8,073.21 and the estimated expenditure for 2007 will not exceed \$9,268.80; and

that the City Colleges of Chicago wishes to continue its relationship with Ceridian Corporation to offer flexible spending accounts to its employees; and

that this service will be competitively bid in FY08; and

that the Office of M/WBE Contract Compliance has reviewed the above referenced contract renewal and since there is a need to continue these services being directly connected to the already established Flexible Spending Account to CCC employees, it is recommended that a waiver from compliance from the Board approved Participation Plan be granted.

THE CHANCELLOR

RECOMMENDS

that the Board of Trustees authorize the Chairman to enter into the contract renewal with Ceridian Corporation for the FSA Plan administrative services for the period January 1, 2007, through December 31, 2007 in an amount not to exceed \$9,268.80.

FINANCIAL

Not to exceed \$9,268.80 00003-0025006-00084-10001-0000000-521100

Respectfully submitted,

**Wayne D. Watson
Chancellor**

November 9, 2006 Human Resources – District Office