

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

CONTRACT RENEWAL
BLUECROSS BLUESHIELD OF ILLINOIS FOR
THE HMO MEDICAL PLAN
(Amend Board Report # 27680 adopted November 9, 2006)

THE CHANCELLOR

REPORTS

that there is a need to renew the existing contract with BlueCross BlueShield of Illinois for HMO coverage for the District's employees; and

that in Board Report # 27680 adopted November 9, 2006, the Board of Trustees authorized the Chairman to enter into a contract with BlueCross BlueShield for the period February 1, 2007 through December 31, 2007 at a cost not to exceed \$8,850,122.42; and

that this approval was based on the recommendation from the Joint Union-Administration Committee comprised of a Chancellor designee and designees from the Local 1600 and Local 1708 Unions as well as the City Agency HMO Coalition; and

that the contract with BlueCross BlueShield of Illinois expires on December 31, 2007, and a 3.8% increase has been negotiated; and

that the current and proposed BlueCross BlueShield of Illinois monthly rates are as follows:

	Current Monthly Rates	Proposed Monthly Rates
Employees: Single	\$322.04	\$334.28
Family	\$926.06	\$961.25
Retirees: Single Non-Medicare	\$509.20	\$528.55
Couple Non-Medicare	\$1,466.57	\$1,522.30
Family Non-Medicare	\$1,466.57	\$1,522.30
Single Medicare	\$166.61	\$172.94
Couple Medicare	\$333.21	\$345.87
Couple (1 w/Medicare; 1 w/o Medicare)	\$675.81	\$701.49
Family (1 w/Medicare; 2+ w/o Medicare)	\$1,466.57	\$1,522.30
Family (2 w/Medicare; 1 w/o Medicare)	\$842.42	\$874.42

that the total dollars expended last year were \$8,117,294.61 and the estimated expenditure this year will not exceed \$9,917,578.20; and

that the City Colleges of Chicago wishes to continue its relationship with BlueCross BlueShield of Illinois to offer HMO medical coverage to its employees and retirees; and

that the Office of M/WBE Contract Compliance has reviewed the above referenced contract renewal and has determined that BlueCross BlueShield of Illinois continues to be in compliance with the Board approved Participation Plan.

THE CHANCELLOR

RECOMMENDS

that the Board of Trustees authorize the Chairman to enter into a contract renewal with BlueCross BlueShield of Illinois for the HMO Medical Plan for the period January 1, 2008 through December 31, 2008 at an estimated cost not to exceed \$9,917,578.20.

FINANCIAL

Not to Exceed \$9,917,578.20
FY08 - \$4,958,789.10 Education Fund 00003-0025006-00084-10010-0000000-521100
FY09 - \$4,958,789.10 Education Fund 00003-0025006-00084-10010-0000000-521100

Respectfully submitted,

Wayne D. Watson
Chancellor