

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

DISTRICT AGREEMENT WITH FORT DEARBORN LIFE INSURANCE COMPANY
FOR THE LIFE INSURANCE PLAN
(Amend Board Report #28281 adopted September 6, 2007)

THE CHANCELLOR

REPORTS

that Fort Dearborn Life Insurance Company has been the insurance company for the Life Insurance Plan for employees and retirees of the City Colleges of Chicago since October 1, 2007; and

that there is a need to increase the retiree life coverage rate for Local 1600 retirees due to the increased maximum retiree life coverage in the tentative Agreement Between Board of Trustees of Community College District No. 508, County of Cook and State of Illinois and the Cook County College Teachers Union, Local 1600 AFT, AFL-CIO, Chicago, Illinois (Faculty and Training Specialists), July 16, 2008 through July 15, 2013; and

that the current and proposed monthly rates will result in a 29.0% increase in the Local 1600 retiree life coverage rate effective August 1, 2008 as follows:

	Current Rate	Proposed Rate
Employee Coverage:	\$.19/\$1,000 of life coverage	\$.19/\$1,000 of life coverage
Local 1600 Retiree Coverage:	\$.62/\$1,000 of life coverage	\$.80/\$1,000 of life coverage
Other Retiree Coverage:	\$.62/\$1,000 of life coverage	\$.62/\$1,000 of life coverage

that the estimated annual expenditure will not exceed \$844,704.60; and

that the City Colleges of Chicago wishes to continue its relationship with Fort Dearborn Life Insurance Company to provide life insurance coverage to its employees and retirees; and

that the Office of M/WBE Contract Compliance has reviewed the above referenced amendment to an existing agreement and since Fort Dearborn Life Insurance continues to use Minor's Unique Printing as the certified MBE for 25% of the project and Data Media Products as the certified WBE for 7% of the project, this continues to be in compliance with the Board approved Participation Plan.

THE CHANCELLOR

RECOMMENDS

that the Board of Trustees authorize the Chairman of City Colleges of Chicago to amend the Local 1600 retiree life coverage rate in the original contract with Fort Dearborn Life Insurance Company for the Life Insurance Plan for employees and retirees of City Colleges of Chicago for the period August 1, 2008 through September 30, 2010, at an annual cost not to exceed \$844,704.60.

FINANCIAL

Not to exceed \$844,704.60 per year 00003-0025006-521400-00084-10060-0000000
Educational Fund

Respectfully submitted,

Wayne D. Watson
Chancellor