29762 Adopted-board of trustees community college district no. 508 october 5, 2009

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

CONTRACT RENEWAL BLUECROSS BLUESHIELD OF ILLINOIS: NO INCREASE IN PREMIUMS FOR THE HMO MEDICAL PLAN

THE CHANCELLOR

that BlueCross BlueShield of Illinois has been the insurance company for the Health Maintenance Organization (HMO) Plan for the employees and retirees of the City Colleges of Chicago since February 1, 2007; and

that the approval to contract with BlueCross BlueShield of Illinois was based on the recommendation of the City Agency HMO Coalition as a result of evaluating competitive bids from BlueCross BlueShield of Illinois, Unicare and United Healthcare in response to the City Agency Request for Proposal for HMO services; and

that the approval was also based on the recommendation from the Joint Union-Administration Committee comprised of a Chancellor designee and designees from the Local 1600 and 1708 Unions; and

that the contract with BlueCross BlueShield of Illinois expires on December 31, 2009, and no increase in premiums 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	\$372.72	\$372.72
	Family	\$1,071.79	\$1,071.79
Retirees:	Single Non-Medicare	\$589.33	\$589.33
	Couple Non-Medicare	\$1,697.36	\$1,697.36
	Family Non-Medicare	\$1,697.36	\$1,697.36
	Single Medicare	\$192.83	\$192.83
	Couple Medicare	\$385.66	\$385.66
	Couple (1 w/Medicare; 1 w/o Medicar	e) \$782.16	\$782.16
	Family (1 w/Medicare; 2+ w/o Medica	re) \$1,697.36	\$1,697.36
	Family (2 w/Medicare; 1 w/o Medicare	e) \$974.99	\$974.99

that the total dollars expended last year were \$9,540,001.88 and the estimated expenditure this year will not exceed \$10,847,323.34; and that due to a delay in the issuance of an RFP by the combined City Agency HMO Coalition the City Colleges of Chicago seeks to continue its relationship with BlueCross BlueShield of Illinois to avoid disruption of HMO medical coverage for 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, 2010 through December 31, 2010 at an estimated cost not to exceed \$10,847,323.34.

FINANCIAL Not to Exceed \$10,847,323.34 FY 10 - Not to Exceed \$5,423,661.67 Education Fund -00003-0025006-00084-10010-000000-521100 FY 11 - Not to Exceed \$5,423,661.67 Education Fund -00003-0025006-00084-10010-000000-521100

Respectfully submitted,

Deidra J. Lewis Interim Chancellor

REPORTS