

**32513**  
**ADOPTED – BOARD OF TRUSTEES**  
**COMMUNITY COLLEGE DISTRICT NO. 508**  
**DECEMBER 11, 2014**

**BOARD OF TRUSTEES OF COMMUNITY COLLEGE DISTRICT NO. 508**  
**COUNTY OF COOK STATE OF ILLINOIS**

**MANAGEMENT OF THE PREFERRED PROVIDER ORGANIZATION (“PPO) PRESCRIPTION DRUG PLAN**  
**FOR EMPLOYEES AND RETIREES**  
**CAREMARK LLC**  
**OFFICE OF HUMAN RESOURCE AND STAFF DEVELOPMENT, BENEFITS DIVISION**  
**(RENEWAL OPTION)**

**THE CHANCELLOR RECOMMENDS:**

that the Board of Trustees authorizes the Chair to exercise the option to renew the agreement with Caremark LLC to manage the prescription drug plan under the City Colleges of Chicago’s PPO Medical Plan as adopted in Board Report #30626 on October 7, 2010, for the period from January 1, 2015 through December 31, 2015, at a total cost not to exceed \$6,000,000.

**VENDOR:** Caremark LLC  
2211 Sanders Road  
Northbrook, Illinois 60062

**USER:** All Eligible Employees, Retirees and their dependents

**TERM:**

The term of this agreement shall commence January 1, 2015 and continue through December 31, 2015.

**SCOPE OF SERVICES:**

City Colleges of Chicago (CCC) will retain Caremark LLC to manage the prescription drug plan under the CCC PPO Medical Plan.

**BENEFIT TO CITY COLLEGE OF CHICAGO:**

Caremark LLC continues to offer CCC estimated annual savings of approximately \$300,000 in rebates as manager of CCC’s PPO Medical Plan prescription drug component.

**VENDOR SELECTION CRITERIA:**

Sister City Agencies under the Joint Healthcare Coalition evaluated and reviewed proposals and selected Caremark LLC at its pharmacy benefits manager for a three-year period effective January 1, 2011 with two (2) one (1) year options to renew as part of a joint purchasing agreement and awarded in accordance with the procurement procedures of the City of Chicago, contract #697010. Pursuant to State law, contracts for goods and services procured from another governmental entity are exempt from the District’s competitive bidding requirements.

**MBE/WBE COMPLIANCE:**

The Office of Contract Compliance has reviewed the renewal option referenced above and recommends concurrence with the City of Chicago's goals and in turn determines the vendor is in compliance with the Board Approved Participation Plan.

**GENERAL CONDITIONS:**

Inspector General – It shall be the duty of each party to the agreement to cooperate with the Inspector General for City Colleges of Chicago in any investigation conducted pursuant to the Inspector General's authority under Article 2, Section 2.7.4(b) of the Board Bylaws.

Ethics – It shall be the duty of each party to the agreement to comply with the applicable provisions of the Board's Ethics Policy adopted January 7, 1993, and as amended by the Board.

Contingent Liability – Pursuant to Section 7-14 of the Illinois Public Community College Act, all agreements authorized herein shall contain a clause that any expenditure beyond the current fiscal year is subject to appropriation in the subsequent fiscal year.

**FINANCIAL:**

**Total:** \$6,000,000

**Charge to:** Office of Human Resource and Staff Development, Benefits

**Source of Funds:** Educational Fund

**FY15:** 521100-00003-0025006-84000

**Respectfully submitted,**

**Cheryl L. Hyman  
Chancellor**

**December 11, 2014-Office of Human Resources and Staff Development-Benefits Division**