

32689
ADOPTED – BOARD OF TRUSTEES
COMMUNITY COLLEGE DISTRICT NO. 508
JUNE 4, 2015

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

**MANAGEMENT OF THE PREFERRED PROVIDER ORGANIZATION (“PPO”) PRESCRIPTION DRUG
PLAN FOR EMPLOYEES AND RETIREES**

CAREMARK LLC

OFFICE OF HUMAN RESOURCES AND STAFF DEVELOPMENT

(AMENDMENT TO BOARD REPORT #32513 ADOPTED ON DECEMBER 11, 2014)

DISTRICT WIDE

THE CHANCELLOR RECOMMENDS:

that the Board of Trustees authorizes the Chair to execute an amended agreement with Caremark LLC to continue to manage the District’s prescription drug plan under the District PPO Medical Plan for the period from January 1, 2015 through December 31, 2017, at a total cost not to exceed \$22,000,000.

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

USER: District Wide

ORIGINAL RENEWAL TERM:

The original renewal term of the agreement commenced on January 1, 2015 and will continue through December 31, 2015.

AMENDED RENEWAL TERM:

The amended renewal term of the agreement began on January 1, 2015 and will continue through December 31, 2017.

SCOPE OF SERVICES:

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

BENEFIT TO CITY COLLEGES OF CHICAGO:

By extending the renewal term, Caremark LLC will continue 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:

The contract with Caremark LLC to continue to manage the District’s prescription drug plan is being utilized as part of the Chicago Sister Agency Health Care Coalition hosted by Chicago Public Schools and awarded in accordance with the procurement procedures of the Chicago Public Schools, Chicago Park District, Cook County and Chicago Transit Authority. 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 amendment referenced above and recommends concurrence with the Chicago Sister Agency Health Care Coalition 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: \$22,000,000

Charge to: District Wide

Source of Funds: Education Fund

FY15: 2nd Half FY 2015: 520000-00003-0025006-80000

FY 2016: 520000-00003-0025006-80000

1st Half FY 2017:520000-00003-0025006-80000

Respectfully submitted,

**Cheryl L. Hyman
Chancellor**

June 4, 2015 - Office of Human Resources and Staff Development