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**ADOPTED – BOARD OF TRUSTEES
COMMUNITY COLLEGE DISTRICT NO. 508
OCTOBER 13, 2016**

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

**CLAIMS ADMINISTRATION SERVICES
DISTRICT PREFERRED PROVIDER ORGANIZATION (PPO) MEDICAL PLAN
BLUE CROSS BLUE SHIELD OF ILLINOIS (BCBS)
(RENEWAL)
OFFICE OF HUMAN RESOURCE AND STAFF DEVELOPMENT
DISTRICT WIDE**

THE CHANCELLOR RECOMMENDS:

that the Board of Trustees authorizes the Chair to exercise a one (1) year option to renew the agreement with Blue Cross Blue Shield of Illinois (“BCBS”) to provide claims administration services for the City Colleges of Chicago (“CCC”) self-insured PPO Medical Plan (“Plan”) for the period commencing January 1, 2017 through December 31, 2017, at a total cost not to exceed \$1,200,000.

VENDOR: Blue Cross Blue Shield of Illinois
300 East Randolph Street
Chicago, Illinois 60601-5655

ORIGINAL TERM:

The original term of the agreement commenced on January 1, 2014 and will end on December 31, 2016 with two one (1) year options to renew.

RENEWAL TERM:

The first renewal term of the agreement shall begin on January 1, 2017 and end on December 31, 2017, with a one (1) year option to renew remaining.

SCOPE OF SERVICES:

BCBS provides self-insured medical claims administration services to eligible CCC employees and retirees.

BENEFIT TO CITY COLLEGE OF CHICAGO:

The BCBS renewal contains a monthly administrative fees for medical claim payments per participating employees/retirees, as a result of CCC’s participation in the City Healthcare Coalition with its Sister Agencies.

VENDOR SELECTION CRITERIA:

All Sister Agencies participated in the City Healthcare Coalition (“Coalition”) Request for Proposal (“RFP”) process. Members of the Coalition include: City of Chicago, Chicago Public Schools, Chicago Park District, Chicago Housing Authority, Chicago Transit Authority, and the City Colleges of Chicago. Specifications were prepared by Chicago Public Schools (CPS) Procurement staff and were publicly advertised on April 26, 2013 as Request for Proposal #13-250046.

Competitive bids were obtained from four (4) vendors: 1) Humana; 2) United Healthcare; 3) Blue Cross Blue Shield of Illinois; and 4) Aetna. The Coalition Evaluation Committee (“Committee”) individually scored each RFP submitted. All four firms were selected as shortlist finalists and invited for oral presentations.

Based upon the overall score results, City Colleges of Chicago selected Blue Cross Blue Shield of Illinois to provide claims administration services for the District’s PPO Medical Plan.

MBE/WBE COMPLIANCE:

The Office of MBE/WBE Contract Compliance has reviewed the recommended renewal and has determined the vendor is in compliance with the Board Approved Participation Plan by agreeing to utilize the following firms:

Vendor	MBE or WBE	%	Participation	Certifying Agency
A & R Janitorial 5234 West 25th Street Cicero, IL 60804	MBE	7	Indirect	City of Chicago
Innovative Systems Group 799 Roosevelt Rd Glen Ellyn, IL 60137	MBE	13	Indirect	City of Chicago
Minor's Unique Printing 14047 W Petronella Drive, Libertyville, IL 60048	WBE	7	Indirect	City of Chicago
Virgo Associates 825 Corporate Woods Pkwy, Vernon Hills, IL 60061	MBE	12	Indirect	National Minority Supplier Development Council

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: \$1,200,000

Charge to: 521100-00003-0025006-84000

Source of Funds: Educational Fund

Respectfully submitted,

**Cheryl L. Hyman
Chancellor**

October 13, 2016 - Office of Human Resources and Staff Development