# 33346

## ADOPTED – BOARD OF TRUSTEES COMMUNITY COLLEGE DISTRICT NO. 508 NOVEMBER 2, 2017

## 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 #32689 ADOPTED ON JUNE 4, 2015) 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, 2018 through December 31, 2018, at a total cost not to exceed \$6,300,000.

VENDOR:	Caremark LLC				
	2211 Sanders Road				
	Northbrook, Illinois 60062				

USER: District Wide

#### **ORIGINAL TERM:**

The original renewal term of this agreement began on January 1, 2015 and ended on December 31, 2015.

## AMENDED RENEWAL TERM:

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

## **EXTENSION TERM:**

The term of the renewal agreement will begin on January 1, 2018 and will continue through December 31, 2018, with one (1) additional option term remaining.

#### **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:**

Pursuant to Board Report No. 32513, the Board authorized the execution of an agreement with Caremark, LLC to manage the District's prescription drug plan. In addition, in Board Report No. 32689, the Board authorized an amendment to the contract with Caremark LLC to continue to manage the District's prescription drug plan.

This request is being utilized as part of the Chicago Sister Agency Health Care Coalition hosted by Chicago Public Schools. Sister City Agencies under the Joint Healthcare Coalition evaluated and reviewed proposals and selected Caremark LLC at its pharmacy benefits manager. Chicago Public Schools board report# 14-0827-PR23 and contract with Caremark, LLC. provides two (2) options to renew for periods of one (1) year each.

It is in our best interest exercise the options available under the approved board report and contract for Chicago Public Schools as the host agency for the Chicago Sister Agency Health Care Coalition prescription drug plan. While a new RFP is being prepared for release by the Chicago Sister Agency Health Care Coalition.

Pursuant to State law, under 110 ILCS 805/3-27.2 for Joint Purchases are exempt from the District's competitive bidding requirements.

## **MBE/WBE COMPLIANCE:**

The Office of Contract Compliance has reviewed the above amendment and recommends continued concurrence with the lead agency's (Chicago Public Schools) compliance goals (in the aggregate) and in turn determines the vendor is in compliance with the Board Approved Participation Plan:

Vendor	MBE or WBE	<u>%</u>	Direct or Indirect	Certifying Agency
Angel Flight Marketing 679 N. Milwaukee Chicago, IL 60622	MBE		Indirect	City of Chicago
Computer Resource Solutions 1 Pierce Place, Suite 325W Itasca, IL 60143	MBE		Indirect	City of Chicago
The Global Resource Group 155 N. Michigan Ave., Suite 700 Chicago, IL 60601	MBE		Indirect	City of Chicago
Planned Packaging of Illinois 8940 W. 192nd Street, Suite #1 Mokena, 1L 60445	MBE		Indirect	City of Chicago
Risk Management Solutions 208 S. LaSalle Street, Suite 1410 Chicago, IL 60604	MBE		Indirect	City of Chicago
South Side Sile 306 Dogwood Place Park Forest, IL 60466	MBE		Indirect	City of Chicago
Systems Unlimited 1350 W. Bryrn Mawr Itasca, IL 60143	MBE		Indirect	City of Chicago

Total MBE		35		
Arem Container & Supply 6153 W. Mulford St. Niles, IL 60714	WBE		Indirect	City of Chicago
Arrow Messenger Services 1322 W. Walton St. Chicago, IL 60622	WBE		Indirect	City of Chicago
Consolidated Printing 5942 N. Northwest Highway Chicago, IL 60631	WBE		Indirect	City of Chicago
DDI Printing 7830 Quincy Street Willowbrook, IL 60521	WBE		Indirect	City of Chicago
In-A-Bind Assembly 35 Chancellor Drive Roselle, IL 60172	WBE		Indirect	City of Chicago
Research Explorers 1111 New Trier Court Wilmette, IL 60091	WBE		Indirect	City of Chicago
Total WBE		15		

## **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: \$6,300,000
Charge to: Office of Human Resource and Staff Development
Source of Funds: Education Fund
FY18: 520000-00003-0025006-80000

Respectfully submitted,

Juan Salgado Chancellor

November 2, 2017 – Office of Human Resources and Staff Development