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ADOPTED – BOARD OF TRUSTEES
COMMUNITY COLLEGE DISTRICT NO. 508
OCTOBER 5, 2017

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

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

THE CHANCELLOR RECOMMENDS:

that the Board of Trustees authorizes the Chair to execute an 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 of Chicago (“CCC”) self-insured PPO Medical Plan for the period commencing January 1, 2018 through December 31, 2018, at a total cost not to exceed \$1,000,000.

VENDOR: BlueCross Blue Shield of Illinois
300 East Randolph Street
Chicago, Illinois 60601

USER: All Eligible Employees, Retirees, and their dependents

ORIGINAL TERM:

The original term of this agreement began on January 1, 2014 and ended on December 31, 2016 with the option for two one (1) year extensions.

RENEWAL TERM:

The first renewal term of the agreement began on January 1, 2017 and continued through December 31, 2017, with a one (1) year extension remaining.

FINAL RENEWAL TERM:

The second renewal term of the agreement will commence on January 1, 2018 and will continue through December 31, 2018.

SCOPE OF SERVICES:

BCBS provides self-insured medical claims administration services for eligible active and retired employees of the City colleges of Chicago.

BENEFIT TO CITY COLLEGES OF CHICAGO:

The BCBS renewal contains 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 SELCTION CRITERIA:

All Sister Agencies participated in the City Healthcare 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) Atena. The Coalition Evaluation 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 that BlueCross BlueShield of Illinois is in compliance with the Board Approved Participation Plan and will utilize the following firms:

<u>Vendor</u>	<u>MBE or WBE</u>	<u>%</u>	<u>Participation</u>	<u>Certifying Agency</u>
A & R Janitorial 5234 West 25 th 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: \$1,000,000

Charge to: Office of Human Resource and Staff Development

Source of Funds: Education Fund

FY18: 520000-00003-0025006-80000

Respectfully submitted,

**Juan Salgado
Chancellor**

October 5, 2017 - Office of Human Resources and Staff Development