# 33898

#### ADOPTED-BOARD OF TRUSTEES COMMUNITY COLLEGE DISTRICT NO. 508 DECEMBER 5, 2019

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

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

#### THE CHANCELLOR RECOMMENDS:

that the Board of Trustees authorizes the Chair, upon final approval of the General Counsel of the legal form of such agreements, to execute a renewal agreement with Blue Cross Blue Shield of Illinois ("BCBS") to provide claims administration services for the District's self-insured PPO Medical Plan for the period commencing January 1, 2020 through December 31, 2020, at a total cost not to exceed \$1,000,000.

**VENDOR:** Blue Cross Blue Shield of Illinois

300 East Randolph Street Chicago, Illinois 60601

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

## **ORIGINAL TERM:**

The term of this agreement shall commence on January 1, 2019 and ending on December 31, 2019 with three (3) options to renew for one year each.

#### **FIRST RENEWAL TERM:**

The first term of the renewal agreement shall commence on January 1, 2020 and end on December 31, 2020, with two (2) options to renew for one year each.

# **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:**

It is advantageous to the district to leverage the joint purchasing agreement with Chicago Public Schools (CPS). CPS current agreement consolidated the healthcare and medical provider pool

thus providing cost savings on the administrative fees while maintaining the "best in class" healthcare services.

#### **VENDOR SELECTION CRITERIA:**

The contract being utilized as part of the joint purchasing agreement has been advertised and awarded in accordance with the procurement procedures of the Chicago Public Schools (CPS) Procurement staff specification # 16-350024 and approved under Chicago Board of Education board report # 16-0824-PR13. 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 Procurement Services has reviewed the recommended renewal and has determined that Blue Cross Blue Shield of Illinois is in compliance with the Board Approved Participation Plan and will utilize the following firms:

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

#### **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 **FY20:** 520000-00003-0025006-80000

Respectfully submitted,

Juan Salgado Chancellor

December 5, 2019 – Office of Human Resources and Staff Development