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ADOPTED BOARD OF TRUSTEES COMMUNITY COLLEGE DISTRICT NO. 508 COUNTY OF COOK STATE OF ILLINOIS DECEMBER 9, 2021

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

MANGEMENT OF THE PREFERRED PROVIDER ORGANIZATION ("PPO") PRESCRIPTION DRUG PLAN FOR EMPLOYEES AND RETIREES CAREMARK LLC OFFICE OF HUMAN RESOURCES AND STAFF DEVELOPMENT DISTRICT WIDE (RENEWAL)

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 Caremark, LLC to manage the District's prescription drug plan under the District PPO Medical Plan for the period from January 1, 2022 through December 31, 2022, at a total administrative fee cost not to exceed \$7,000,000 annually.

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

USER: All Eligible Employees, Retirees, and their dependents

ORIGINAL TERM

The original term of this agreement began on January 1, 2019 and will continue through December 31, 2021.

AMENDED ORIGINAL TERM TERM:

The original term of this agreement began on January 1, 2019 and will continue through December 31, 2021, with two (2) options to renew for one (1) year each

FIRST RENEWAL TERM:

The first term of the renewal agreement shall commence on January 1, 2022 and end on December 31, 2022, with (1) option remaining to renew for one year each.

BENEFIT TO CITY COLLEGES OF CHICAGO:

The Caremark, LLC contract will offer CCC savings of approximately \$1.4 million, \$263,000 related to drug pricing and \$1.2 million related to rebates.

SCOPE OF SERVICES:

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

VENDOR SELECTION CRITERIA:

The contract being utilized as part of the joint purchasing agreement has been advertised and was awarded in November, 2018 in accordance with the procurement procedures of the City of Chicago (Specification No. CBO 2018-001).

MBE/WBE COMPLIANCE:

The Office of Contract Compliance has reviewed the proposed renewal and has determined that BCBS has complied with the Board Approved Participation Plan and will utilize the following firms:

Vendor	MBE or WBE	%	Participation	Certifying Agency
Angel Flight Marketing 679 N. Milwaukee Chicago, IL 6062	MBE	5	Indirect	City of Chicago
The Global Resource Group 155 N. Michigan Ave. Suite 700 Chicago, IL 60601	MBE	5	Indirect	NMSDC
Planned Packaging of IL 8940 W. 192 nd Street Suite #1 Mokena, IL 60445	MBE	5	Indirect	NMSDC
Risk Management Solutions 208 S. LaSalle, Suite 1410 Chicago, IL 60604	MBE	5	Indirect	NMSDC
Systems Unlimited 1350 W. Bryn Mawr Itasca, IL 60143	MBE	5	Indirect	NMSDC
Arem Container & Supply 6153 W. Mulford Street Niles, IL 60714	WBE	2.5	Indirect	NMSDC
Arrow Messenger Services 1322 W. Walton Street Chicago, IL 60622	WBE	2.5	Indirect	NMSDC
Consolidated Printing 5942 N. Northwest Highway Chicago, IL 60631	WBE	2.5	Indirect	Cook County

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: \$7,000,000 Charge to: Office of Human Resource and Staff Development Source of Funds: Education Fund FY22: 520000-00003-0025006-80000-10002

Respectfully submitted,

Juan Salgado Chancellor

December 9, 2021 – Office of Human Resources