

APPROVE EXERCISING THE SECOND OPTION TO RENEW THE AGREEMENTS WITH UNITED HEALTH CARE INSURANCE COMPANY AND UNITED BEHAVIORAL HEALTH FOR HEALTH CARE ADMINISTRATIVE SERVICES, BEHAVIORAL HEALTH AND FLEXIBLE SPENDING ACCOUNT SERVICES

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the second option to renew the agreements with United Health Care Insurance Company to provide network access claims administration, utilization review, medical management oversight, a health maintenance organization, and flexible spending accounts for the Boards self-funded medical plan. Approve exercising the second option to renew the agreement with United Behavioral Health to provide mental health and substance abuse management services under the Board's health care program. The total cost for both vendors

for this option period shall not exceed \$6,000,000.00. Written documents exercising these options are currently being negotiated. No payment shall be made to either vendor during the option period prior to the execution of the written documents. The authority granted herein shall automatically rescind as to each vendor in the event a written document for each vendor is not executed within 90 days of the date of this Board Report. Information pertinent to these options is stated below.

Specification No.: 03-250288

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| VENDOR: 1. | United Health Care Insurance Company
233 North Michigan Avenue | 2. | United Behavioral Health
425 Market Street – 27 th Floor |
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DELIVERABLES: United Health Care will continue to provide access to a network of medical providers, who will provide claims administration services, conduct utilization review and management services, and administer flexible spending accounts, including monthly experience reports. United Behavioral Health will continue to provide access to a network of behavioral health providers and will conduct utilization review, and management services, including monthly experience reports.

OUTCOMES: United Health Care and United Behavioral Health services will result in comprehensive and affordable healthcare coverage through contracted discount and prepaid provider arrangements for the Board's

self-insured medical program for Chicago Public School employees.

COMPENSATION: Vendors shall be paid during this option period as follows: in accordance with the compensation schedule set forth in each agreement, total cost not to exceed \$6,000,000.00 for both vendors for the one year option period.

AUTHORIZATION: Authorize the General Counsel to include other relevant terms and conditions in the written option document. Authorize the President and Secretary to execute the option document. Authorize the Chief Human Resources Officer to execute all ancillary documents required to administer or effectuate this option agreement.

AFFIRMATIVE ACTION: The M/WBE goals for this contract include: 35% total MBE and 5% WBE.

However, the Waiver Review Committee recommends that the goal of 35% MBE be waived.

GENERAL CONDITIONS:

Inspector General – Each party to the agreement shall acknowledge that, in accordance with 105 ILCS 5/34-13.1, the Inspector General of the Chicago Board of Education has the authority to conduct certain investigations and that the Inspector General shall have access to all information and personnel necessary to conduct those investigations.

Conflicts – The agreement shall not be legally binding on the Board if entered into in violation of the provisions of

105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board member during