

AMEND BOARD REPORT 08-0827-PR26
AMEND BOARD REPORT 07-1219-PR19

APPROVE EXERCISING THE SECOND OPTION TO RENEW THE AGREEMENTS WITH UNITED HEALTH CARE INSURANCE COMPANY AND UNITED BEHAVIORAL HEALTH FOR HEALTH

SERVICES

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the second option to renew the agreements with United Health Care Insurance Company (UHC) to provide network access claims administration, utilization review, medical management oversight, a health maintenance organization, and flexible spending accounts for the Board's 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 healthcare program. The total cost for both vendors for this option period shall not exceed ~~\$20,000,000.00~~ \$26,000,000.00. 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

- 2) Vendor # 12796
UNITED BEHAVIORAL HEALTH
425 MARKET ST., 27TH FL.
SAN FRANCISCO, CA 94105
Stevn D. Prepelica, M.S.W
847-585-4874

USER:

Office of Human Capital
125 S Clark St - 2nd Floor
Chicago, IL 60603

Contact : Dale Moyer
Phone: 773-553-2818

ORIGINAL AGREEMENT:

The original Agreements (authorized by Board Report 04-0324-PR21 as amended by Board Report 04-0728-PR44) in the amount of \$30,000,000.00 are for terms commencing July 1, 2004 and ending December 31, 2006, with the Board having two options to renew for one year terms. The agreements were renewed (authorized by Board Report 06-1220-PR21) for a period commencing January 1, 2007 and ending December 31, 2007. The original agreements were awarded on a competitive basis pursuant to Board Rule 5-4.1.

EXTENSION PERIOD/TERM: The term of each agreement for the HMO, flexible spending and mental health substance abuse management agreements is being extended for three years, a period commencing

AUTHORIZATION:

Authorize the General Counsel to include other relevant terms and conditions in the written option document and amendments. Authorize the President and Secretary to execute the option document and

amendments. Authorize the Chief Human Resources Capital Officer to execute all ancillary documents required to administer or effectuate these option agreements.

AFFIRMATIVE ACTION:

The M/WBE goals for this contract include: 25% total MBE and 5% WBE. Pursuant to the Remedial

GENERAL CONDITIONS:

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