

**APPROVE ENTERING INTO AN AGREEMENT WITH VISION SERVICE PLAN  
TO PROVIDE VISION CARE SERVICES**

**THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:**

Approve entering an agreement with Vision Service Plan (VSP) to provide vision care services on behalf of Chicago Public School employees, at a cost not to exceed \$3,000,000.00 for a 30-month period. VSP was selected on a competitive basis pursuant to a duly advertised Request for Proposal (Specification No. 03-250287). A written agreement is currently being negotiated. No payment shall be made to vendor prior to the execution of the written agreement. The authority granted herein shall automatically rescind in the event a written agreement is not executed within 120 days of the date of this Board Report. Information pertinent to this agreement is stated below.

**SPECIFICATION NO.: 03-250287**

**VENDOR:** Vision Service Plan  
3333 Quality Drive  
Rancho Cordova CA 95670  
Ms. Jan Napolitano  
(312) 466-1733  
Vendor No.: Pending

**USER:** Bureau of Risk and Benefits Management  
125 South Clark – 14<sup>th</sup> Floor  
Chicago, Illinois 60603  
Georgette Hampton, Director  
(773) 553-2818

**TERM:** The term of this agreement shall commence on July 1, 2004 and shall end December 31, 2006. This agreement shall have (2) two options to renew for 12 months each.

**SCOPE OF SERVICES:** VSP will provide vision care services (including all administrative, utilization review and vision care network access) for employees and their dependents who elect to participate in the vision program. VSP's network includes optometrists, ophthalmologists and other licensed vision care professionals who will provide services and materials to employees and their dependents in offices throughout the Chicago area.

**DELIVERABLES:** VSP will provide all necessary tasks to properly administer the vision care program, send communications, brochures, pamphlets and materials to the Board's employees, respond to telephone inquiries and direct employees to appropriate use of vision benefits and services, provide management reports to ensure that all services are rendered in a prompt and fair manner to all eligible employees and their dependents, and ensure that all claims are accurately processed according to the contract.

**OUTCOMES:** VSP's services will result in an efficient and successful vision care program.

**AUTHORIZATION:** Authorize the General Counsel to include other relevant terms and conditions in the agreement. Authorize the President and the Secretary to execute the agreement. Authorize the Director of Risk and Benefits Management to execute all ancillary documents required to administer or effectuate this agreement.

**COMPENSATION:** VSP shall be paid a fixed rate per member per month, not to exceed \$1,000,000.00 a year; total cost not to exceed \$3,000,000.00 for the 30 month term.

**AFFIRMATIVE ACTION:** This contract is in full compliance with the goals required by the Revised Remedial Plan for Minority and Women Business Enterprise Contract Participation ( M/WBE Plan). The M/WBE participation goals for the contract include: 35% total MBE, 22% total African American, 10 % total Hispanic , 3% total Asian and 5% total WBE.

The vendor has identified and scheduled the following firms and percentages:

**Total 22% African American**

Haniel Roby, OD                      \$69,834  
134 Ogden Avenue  
Downers Grove, IL 60615

**Total 10% Hispanic**

John A. Rangel, OD                      \$31,743  
111 No. Washington, Ste. 1911  
Chicago, Illinois

**Total 3% Asian**

Sumi Lee, OD                              \$9,523  
1412 Butterfield Road  
Downer's Grove, Illinois 60615

**Total 5% WBE**

Susan Taub, MD                              \$15,871  
104 South Michigan Ave. Ste. 410  
Chicago, Illinois 60603

**LSC REVIEW:** Local School Council approval is not applicable to this report

**FINANCIAL:** Charge \$1,000,000.00      Fiscal year 2005  
                  Charge \$1,000,000.00      Fiscal year 2006  
                  Charge \$1,000,000.00      Fiscal year 2007

Budget Classification: Charge to sundry units, all funds, sundry programs, hospital insurance (object 5680)

**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 members during the one year period following expiration or other termination of their terms of office.


Indebtedness – The Board's Indebtedness Policy adopted July 26, 1995 (95-0726-EX3), as amended from time to time, shall be incorporated into and made a part of the agreement.

Ethics – The Board's Ethics Code adopted September 27, 1995 (95-0927-RU3), as amended from time to time, shall be incorporated into and made a part of the agreement.

Contingent Liability – The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

**Approved for Consideration:**

**Approved:**



Heather A. Obora  
Chief Purchasing Officer



Arne Duncan  
Chief Executive Officer

**Within Appropriation:**



John Maiorca  
Chief Financial Officer

Approved as to legal form: 



Ruth Moscovitch  
General Counsel