

APPROVE EXERCISING THE FIRST OPTION TO RENEW THE AGREEMENT WITH VISION SERVICES PLAN OF ILLINOIS TO PROVIDE VISION CARE PLAN SERVICES

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the first option to renew the agreement with Vision Services Plan of Illinois ("VSP") to provide vision care plan services to the Office of Human Capital at a cost for the option period not to exceed \$6,000,000.00. A written document exercising this option is currently being negotiated. No payment shall be made to VSP during the option period prior to the execution of the written document. The authority granted herein shall automatically rescind in the event a written document is not executed within 120 days of the date of this Board Report. Information pertinent to this option is stated below.

VENDOR:

- 1) Vendor # 23342
VISION SERVICE PLAN OF ILLINOIS
3333 QUALITY DRIVE
RANCHO CORDOVA, CA 95670
Chad Jashelski
312-466-1601

USER INFORMATION :

Contact:

11010 - Office of Human Capital

125 S Clark St - 2nd Floor

Chicago, IL 60603

Moyer, Mr. Dale Michael

773-553-1070

ORIGINAL AGREEMENT

The original Agreement (authorized by Board Report 08-0827-PR32) in the amount of \$9,000,000.00 is for a term commencing January 1, 2009 and ending December 31, 2011, with the Board having two options to renew, each for a one year term, with the cost of each option period not to exceed \$6,000,000. The original agreement was awarded on a competitive basis pursuant to Board Rule 5-4-1.

OPTION PERIOD

The term of this agreement is being extended for one year commencing January 1, 2012 and ending December 31, 2012.

OPTION PERIODS REMAINING

There is one option period for one year remaining.

SCOPE OF SERVICES

VSP will continue to provide vision care services (including all administrative, utilization review and vision care network access) for CPS and Board enrollees that elect to participate in vision program. VSP's network includes optometrists, ophthalmologists and other licensed vision care professionals who will provide services and materials to cps and Board enrollees in offices throughout the Chicago area.

DELIVERABLES

VSP will continue to provide all necessary communication, brochures, pamphlet and materials to the Board and CPS enrollees, respond to telephone inquiries and direct enrollees 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 Board and CPS enrollees, and ensure that all claims are accurately processed according to the written agreements.

OUTCOMES

VSP's services will continue to result in comprehensive and affordable vision care program arrangements for the Board's vision care program for Chicago Public Schools and Board enrollees.

COMPENSATION

VSP shall be paid during this option period as follows: in accordance with the compensation schedule set forth in the written agreement, with total compensation not to exceed \$6,000,000.00.

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 Resource Officer to execute all ancillary documents required to administer or effectuate this option agreement.

AFFIRMATIVE ACTION

Vendor agrees to comply with the contract-specific goals within the Remedial Program for Minority and Women Owned Business Enterprise Participation in Goods and Services Contracts. The Equal Employment Opportunity Compliance (EEOC) diversity goals for this agreement are set at 15% for minorities and 5% for women.

LSC REVIEW

Local School Council approval is not applicable to this report.

FINANCIAL:

Charge to the Office of Human Capital: \$6,000,000.00

Fiscal Year: 2012-2013

Budget Classification: Charge to sundry units, all operating funds, sundry programs, hospital insurance (account 57305)

CFDA#: Not Applicable

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.

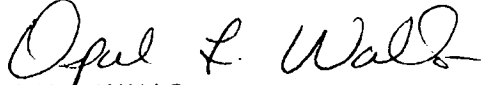
Conflicts - The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board members during the one year period following expiration or other termination of their terms of office.

Indebtedness - The Board's Indebtedness Policy adopted June 26, 1996 (96-0626-PO3), as amended from time to time, shall be incorporated into and made a part of the agreement.

Ethics - The Board's Ethics Code adopted June 23, 2004 (04-0623-PO4), 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:



OPAL L. WALLS
Chief Purchasing Officer

Approved:



TERRY MAZANY
Chief Executive Officer

Within Appropriation:



DIANA S. FERGUSON
Chief Financial Officer

Approved as to Legal Form:



PATRICK J. ROCKS
General Counsel