

**AUTHORIZE THE FIRST RENEWAL AGREEMENT WITH DELTA DENTAL OF ILLINOIS FOR  
DENTAL DPPO AND DHMO INSURANCE SERVICES**

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

Authorize the first renewal agreement with Delta Dental of Illinois to provide Dental Preferred Provider Organization (DPPO) and Dental Health Maintenance Organization (DHMO) Insurance services to Chicago Public Schools at an estimated annual cost set forth in the Compensation Section of this report. A written document exercising this option is currently being negotiated. No payment shall be made to Vendor during the option period prior to execution of the written document. The authority granted herein shall automatically rescind in the event a written document is not executed within 90 days of the date of this Board Report. Information pertinent to this option is stated below.

Specification Number : 18-350020

Contract Administrator : Banks, Amy / 773-553-2280

**VENDOR:**

- 1) Vendor # 24482  
DELTA DENTAL OF ILLINOIS  
111 SHUMAN BLVD  
NAPERVILLE, IL 60563

Sheila Wilcox  
630 718-4754

Ownership: Not for profit

**USER INFORMATION :**

Project  
Manager: 11010 - Talent Office  
  
42 West Madison Street  
  
Chicago, IL 60602  
  
Kirkling, Karla Rae

**ORIGINAL AGREEMENT:**

The original Agreement (authorized by Board Report (18-0926-PR24) in the amount of \$15,300,000.00 is for a term commencing January 1, 2019 and ending December 31, 2021, with the Board having two (2) options to renew for one (1) year term. The original agreement was awarded on a competitive basis pursuant to former Board Rule 7-2.

**OPTION PERIOD:**

The term of this agreement is being renewed for one (1) year commencing January 1, 2022 and ending December 31, 2022.

**OPTION PERIODS REMAINING:**

There is one (1) option period for one (1) year remaining.

**SCOPE OF SERVICES:**

Vendor will continue to administer and provide DPPO and DHMO services for employees and their dependents that elect coverage in the CPS dental plan.

**DELIVERABLES:**

Vendor will continue to provide all necessary communications, brochures, pamphlets and materials to the Board and Board employees, respond to telephone inquiries and direct employees to appropriate use of DHMO and DPPO 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 plan of benefits.

**OUTCOMES:**

Vendor's services will result in efficiently managed and successful dental health programs and retention of high quality talent.

**COMPENSATION:**

Vendor shall be paid during this option period as follows: at a fixed per employee per month rate as specified in the written agreement; total cost not to exceed \$1,200,000 for the one (1) year renewal term.  
FY22: \$600,000  
FY23: \$600,000

**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 Officer of the Talent Office to execute all ancillary documents required to administer or effectuate this option agreement.

**AFFIRMATIVE ACTION:**

Pursuant to the Remedial Program for Minority and Women-Owned Business Enterprises Participation in Goods and Services Contracts (M/WBE Program), the goals for this contract are 30% MBE and 7% WBE. The Office of Business Diversity has granted a partial waiver and the Prime vendor has committed to the participation goals of 30% MBE and 7% WBE of applicable spend.

**LSC REVIEW:**

Local School Council approval is not applicable to this report.

**FINANCIAL:**

Expense as allocated to all positions through account 57305, Hospitalization and Dental Insurance, across all operating funds, units, programs, and grants.  
FY22: \$600,000  
FY23: \$600,000  
Future year funding is contingent upon budget appropriation and approval.

**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 May 25, 2011 (11-0525-PO2), 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:




CHARLES E. MAYFIELD  
Interim Chief Procurement Officer

Approved:



PEDRO MARTINEZ  
Chief Executive Officer

Approved as to Legal Form: 



JOSEPH T. MORIARTY  
General Counsel