

**BOARD ADMINISTRATIVE SERVICES**

**APPROVE THE RENEWAL OF THE INSURANCE BROKERAGE**

**AGREEMENT WITH AON RISK SERVICES OF ILLINOIS**

**FOR THE BOARD'S OWNER CONTROLLED INSURANCE PROGRAM**

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

Approve the renewal of the Insurance Brokerage and Administrative Services Agreement with Aon Risk Services of Illinois (Aon) to provide broker, reinsurer and program administration for the Board's Owner Controlled Insurance Program (OCIP) with a maximum to exceed \$875,000 for this renewal term, and

authorize the maintenance of the established escrow account to pay OCIP claims

incurred prior to April 1,

and, if necessary, to pay

written renewal agreement. The

written renewal agreement is no

from Aon Risk Services of Illinois

terms are stated below:

Specification No.: 01-250022

**VENDOR:** Aon Risk Services of Illinois

200 East Randolph - 11<sup>th</sup> Floor  
Chicago, IL 60606  
(312) 381-4495

Vendor No.: 23844

**USER:** Bureau of Risk & Benefits Management  
125 South Clark Street, 14<sup>th</sup> Floor  
Georgette Hampton, Director  
773-553-2818

Insurance Brokerage and Administrative Services Agreement

in the amount of \$875,000 for a term commencing

the Board, having one option to renew the agreement for an

exercised for a term commencing April 1, 2002 and

authorized by Board Resolution 02-0327-PR18. The

**ORIGINAL AGREEMENT:** The original Insurance Brokerage

and Administrative Services Agreement was executed on

April 1, 2001 and ending April 1, 2002 with an

additional 1-year term. The option to renew was exer

cised on April 1, 2002 in the amount of \$875,000 (aut

~~Contractor shall have the right to sue under the Uniform Policyholders' Bill of Rights to  
recover and the company shall maintain insurance coverage for the policyholder to  
claim management services such as medical case management, recovery of PPO discounts, fraud investigators, and legal services as appropriate.~~

**GENERAL CONDITIONS:**

...shall acknowledge that, in accordance with 1100 ILCS  
... Board of Education has the authority to conduct certain  
I have access to all information and personnel  
necessary to conduct those investigations.

... 5/34-13.1, the Inspector General of the Chi  
investigations and that the Inspector General shall

**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.

... Policy adopted July 26, 1995 (95-0726-EX3), as amended

... Indebtedness – The Board's Indebted


... 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:**

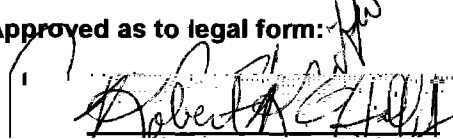
**Approved:**

  
**Arne Duncan**  
Chief Executive Officer

  
**Sean P. Murphy**  
Chief Purchasing Officer

**Within Appropriation:**

  
**Kenneth C. Gotsch**  
Chief Fiscal Officer

**Approved as to legal form:**  


**Robert R. Hall Jr.**  
Acting General Counsel