

**APPROVE ENTERING INTO AN AGREEMENT WITH SEDGWICK CLAIMS MANAGEMENT SERVICES, INC.  
FOR CLAIMS ADMINISTRATION SERVICES AND  
AUTHORIZE FUNDING OF ESCROW ACCOUNTS ASSOCIATED WITH THESE SERVICES**

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

Approve entering into an agreement with Sedgwick Claims Management Services, Inc. for claims administration services for the Board's workers' compensation programs, at a cost not to exceed \$4,200,000.00 for administrative fees, and authorize funding of escrow accounts associated with these services in an amount not to exceed \$105,000,000.00 for a 36 month term. Sedgwick was selected on a competitive basis pursuant to Board

**DELIVERABLES:** Sedgwick shall develop Special Account Instructions (SAI) in accordance with the contract provisions and approval by the Director. SAI will detail assigned personnel, claim management protocols, escrow

notification, settlement authority, claim status reporting, escrow funding levels and special direction as necessary. Sedgwick will conduct monthly meetings with Board management personnel, provide quarterly stewardship reports to the Director and annual "State of Account" meetings with Board senior management.

The "State of Account" will address major trends and recommendations for program improvement. Allocated

**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 these

Conflicts – The agreement shall not be legally binding on the Board if entered into in violation of the provisions of