

AMEND BOARD REPORT 07-0822-PR18
AMEND BOARD REPORT 06-1115-PR19
APPROVE EXERCISING THE FIRST OPTION TO RENEW THE AGREEMENT
WITH COMPBENEFITS CORPORATION FOR DENTAL MAINTENANCE ORGANIZATION AND
ADMINISTRATIVE SERVICES

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the first option to renew the agreement with CompBenefits Corporation to provide dental maintenance organization on behalf of Chicago Public School employees, at a cost for the option period not to exceed \$2,000,000 or \$6,000,000. A written document exercising this option is currently being negotiated.

No payment shall be made to Consultant 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 90 days of the date of this Board Report. Information pertinent to this option is stated below.

dependents that elect to participate in the dental insurance program. CompBenefits Corporation DMO network includes dentists, specialist, and other licensed dental care professionals who will provide services to

DELIVERABLES: CompBenefits Corporation will continue to provide all necessary tasks to properly administer the DMO programs, send communications, brochures, pamphlets and materials to the Board employees, respond to telephone inquires and direct employees to appropriate use of managed care dental benefits and services, provided 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: CompBenefits Corporation services will result in an efficient and successful dental maintenance organization.

COMPENSATION: CompBenefits Corporation shall be paid during this option period as follows: a fixed rate per member per month not to exceed \$2,000,000.00 \$6,000,000.00.

~~Article III - The Board's Ethics Code (adopted June 20, 2004 / 04-0000 BC 4) 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:

Heather A. Obora
Heather A. Obora
Chief Purchasing Officer *HAS 6/23/08*

Approved:

Arne Duncan
Arne Duncan
Chief Executive Officer

Within Appropriation:

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