

APPROVE EXERCISING THE OPTION TO RENEW THE AGREEMENT WITH PUBLIC CONSULTING GROUP, INC. FOR THE HEALTH AND SOCIAL SERVICES PROGRAM MANAGEMENT FOR STATE AND FEDERAL REIMBURSEMENT PROGRAMS

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the option to renew the agreement with Public Consulting Group, Inc. (PCG) to provide consulting services to the Office of School Financial Services at a cost for the option period not to exceed \$1,600,000. 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.

CONSULTANT:

1)
Public Consulting Group, Inc.
100 W. Monroe St., 12th Floor
Chicago, IL 60603
Stephen Skinner, Principal
617-426-2026
Vendor # 27249

USER:

Corporate Accounting
125 South Clark Street 14th Floor
Chicago, IL 60603
Daryl Okrzesik
773-553-2710

ORIGINAL AGREEMENT:

The original Agreements (authorized by Board Report 05-1116-PR15) in the amount of \$4,800,000 are for a term commencing February 1, 2006 and ending January 31, 2009, with the Board having one (1) option to renew for a period of one (1) year. The original agreements were awarded on a competitive basis pursuant to Board Rule 5-4.1. The original Board Report also included a second consultant, Strategic Governmental Solutions, Inc., whose contract is not being renewed.

OPTION PERIOD:

The term of this agreement is being extended for a term commencing February 1, 2009 and ending January 31, 2010.

OPTION PERIODS REMAINING:

There are no option periods remaining.

SCOPE OF SERVICES:

Consultant shall continue to:

Develop a Medicaid Claiming Management Plan that addresses submission of the Medicaid Fee-For-Services and Administrative Outreach Claims (AOC) for health and social services.

Develop TANF Claiming Management Plan that address submission of TANF and MOE claims for services delivered to CPS students.

Develop a Revenue Enhancement Plan and Legislative Policy Agenda that structures ideas for increasing CPS' revenue for health and social services through Federal, State, and other grant funding.

DELIVERABLES:

Consultant shall continue to provide the following services:

Integrate data from current information systems used by CPS to track students, personnel and services delivery, and to interface with current and future CPS Mainframe Student Information Systems to avoid redundant data entry and incomplete or inaccurate records.

At least twice a month, prepare and submit State Medicaid/SCHIP reimbursement claims for Fee-for-Services documentation delivered by CPS providers to students. Prepare, process, and submit quarterly State Medicaid/SCHIP reimbursement claims for administrative expenditures for school-based outreach activities.

Provide hardware and software facilities off-site to process and prepare data for electronic submission to the state Medicaid agency for reimbursement to the school district.

Generate monthly management reports and provide analysis of Health Service Management Program.

Research and analyze current student demographic data and Federal, state, and local regulations and policies to improve identification of all Medicaid/SCHIP enrollee and potentially eligible students.

Provide comprehensive training for CPS clinicians and service providers.

Provide quality review and assurance of service and expenditure data as it relates to a TANF and/or TANF/MOE claim, including, on-site spot checks of program documentation in order to provide audit preparation and support.

Maintain the TANF quarterly and final claims for submission to IDHS through programming services, including creating the claim per the request of IDHS, making adjustments to the claim if necessary, by utilizing the time of an on-site programmer.

Remain current on the changing landscape of CPS' mainframe databases, which includes an understanding and familiarity with the Legacy Student Information System, IMPACT (including the multiple adaptations that are being completed), and Oracle.

Provide monthly monitoring reports summarizing TANF/MOE status, performance, enhancements, and strategy upon request.

Provide programming services to assist with the analysis of CPS' databases to determine whether TANF/MOE data requirements are met. Additionally perform necessary programming as needed to be able to include new program(s) in the claim.

Provide policy, regulatory, and data analysis expertise to assist CPS with enhancing its poverty count, including proficiency in addressing micro and macro data challenges at it relates to the four poverty count programs.

Provide assistance with obtaining and/or maintaining a food stamp data exchange with IDHS and reimbursement for administrative claiming for food stamp outreach, and a review of programs that may be eligible for Food Stamps Employment and Training funding.

OUTCOMES:

Consultant's services will result in the following: maintenance and enhancement of the Board's automated system to collect and to document data on health and social services programs for Federal reimbursement programs provided to students; increased Medicaid reimbursements; identification of new

TANF/MOE opportunities; and, revenue enhancements to boost CPS revenues for health and social services through grant dollars.

COMPENSATION:

Consultant shall be paid during this option period as specified in the renewal document, not to exceed the sum of \$1,600,000 for the contract renewal year.

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 President and Secretary to execute the option document. Authorize the Chief Financial Officer to execute all ancillary documents required to administer or effectuate this option agreement.

AFFIRMATIVE ACTION:

This contract is in full compliance with the goals required by the Remedial Program for Minority and Women Owned Business Enterprise Participation in Goods and Services contracts. The M/WBE goals for this contract are 35% total MBE and 5% total WBE.

The vendor has identified and scheduled the following firms and percentages:

Total MBE – 35%

Thomas/Gont Enterprises, Inc. – 15%
4415 Harrison Street
Hillside, Illinois 60162
Attn: Jesse C. Thomas

Marion Edwards Associates, Inc. – 15%
4415 Harrison Street, Suite 444
Hillside, Illinois 60162
Attn: Edward L. Thurman

Magnetic Office Supplies – 2.5%
20 East Jackson Street
Chicago, Illinois 60604
Attn: Gil McCoy

Cyndel Enterprises – 2.5%
672 Quincy Court
Carol Stream, Illinois 60188
Attn: Vinita Patel

Total WBE – 5%

Computer Products & Supply
337 West Main Street
Barrington, Illinois 60010
Attn: Barbara Conti

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Charge to School Financial Services: \$1,600,000
Source of Funds: Medicaid Reimbursement Funds

12470-115-54125-252505-490201-2009	\$666,666.67
12470-115-54125-252505-490201-2010	\$933,333.33

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

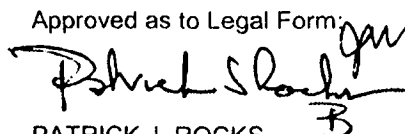
Approved:


ARNE DUNCAN
Chief Executive Officer

Within Appropriation:


PEDRO MARTINEZ
Chief Financial Officer

Approved as to Legal Form:


PATRICK J. ROCKS
General Counsel