

January 24, 2018

**AMEND BOARD REPORT 17-0927-PR11**  
**AUTHORIZE THE SECOND AND FINAL RENEWAL AGREEMENT WITH EYEMED VISION CARE**  
**FOR VISION INSURANCE**

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

Authorize the second and final renewal agreement with EyeMed Vision Care and its third party administrator, First American Administrators, Inc., and authorize insurance policy to be issued by the Fidelity Security Life Insurance Company to provide vision insurance and services to the Talent Office 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 EyeMed 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 amended Board Report. Information pertinent to this option is stated below.

This January 2018 amendment is necessary to i) identify EyeMed's third-party administrator, First American Administrators, Inc. ("FAA"), which is a party to the original services agreement and ii) identify the insurance company, Fidelity Security Life Insurance Company, who will be issuing the insurance policy that is the basis of services provided by EyeMed and receiving all payments from the Board associated with the insurance and services provided.

Contract Administrator : Hernandez, Miss Patricia / 773-553-2280

**VENDOR:**

- 1) Vendor # 23348  
 EYEMED VISION CARE  
 4000 LUXOTTICA PLACE  
 MASON, OH 45040  
 Kathleen Jewel King  
 513 765-6015
  
- 2) Vendor # 99449  
FIDELITY SECURITY LIFE INSURANCE  
COMPANY  
3130 BROADWAY  
KANSAS CITY, MI 64111  
Kenneth G. House  
816 968-0574
  
- 3) Vendor # 99450  
FIRST AMERICAN ADMINISTRATORS, INC  
4000 LUXOTTICA PLACE  
MASON, OH 45040  
Brian Haigis  
513 765-3025

**USER INFORMATION :**

Contact: 11010 - Talent Office  
42 West Madison Street  
Chicago, IL 60602  
Fairhall, Ms. Gail A

**ORIGINAL AGREEMENT:**

The original Agreement (authorized by Board Report 13-0925-PR15) in the amount of \$6,600,000.00 was for a term commencing January 1, 2014 and ending December 31, 2016, with the Board having two (2) options to renew for a one (1) year term. The Board Report was amended (authorized by Board Report 13-1218-PR7) to identify First American Administrators, Inc. as the third party administrator and Fidelity Security Life Insurance Company, the company that issues the insurance policy for the vision services. The agreement was renewed (authorized by Board Report 16-0928-PR9) in the amount of \$2,200,000.00 for a term commencing January 1, 2017 and ending December 31, 2017. That Board Report was amended (authorized by Board Report 16-1207-PR8) to identify First American Administrators, Inc. as the third party administrator and Fidelity Security Life Insurance Company, the company that issues the insurance policy for the vision services. The original agreement was awarded on a competitive basis pursuant to Board Rule 7-2.

**OPTION PERIOD:**

The term of this agreement is being renewed for one year commencing January 1, 2018 and ending December 31, 2018.

**OPTION PERIODS REMAINING:**

There are no remaining options.

**SCOPE OF SERVICES:**

Vendor will continue to provide vision care insurance and services (including all administrative, utilization review and vision care network access) for CPS enrollees in the basic and enhanced vision plans. EyeMed's network includes optometrists, ophthalmologists, and other licensed vision care professionals who will provide services and materials to CPS enrollees in offices throughout the Chicago area.

**DELIVERABLES:**

Vendor will continue to provide vision insurance and all necessary communications, brochures, pamphlets and materials to the Board and Board employees, respond to telephone inquiries and direct employees to appropriate use of vision plan 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 comprehensive and affordable vision care through contracted discount provider arrangements for the Board's vision care program for Chicago Public Schools and Board enrollees. The robust vision plan will continue to help attract and retain high quality talent to CPS.

**COMPENSATION:**

Vendor shall be paid during this option period as specified in the option document; total for the option period not to exceed \$2,200,000; estimated annual costs for this option period are set forth below:  
\$1,100,000 FY18  
\$1,100,000 FY19

**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 Enterprise Participation in Goods and Services Contracts (M/WBE Program), this contract is in full compliance with the requirements of 30% total MBE and 7% total WBE.

The vendor has scheduled the following:

Total MBE: 30%  
Tropical Optical  
3624 W. 26th St.  
Chicago, IL 60623

Total WBE: 7%  
Vision Health Management  
5401 S. Wentworth Ave. Suite 14C  
Chicago, IL 60609

**LSC REVIEW:**

Local School Council approval is not applicable to this report.

**FINANCIAL:**

Fund 115 General Funds  
Talent Office Unit 11010  
Not to exceed: \$2,200,000 for the one year term.  
\$1,100,000 FY18  
\$1,100,000 FY19  
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.

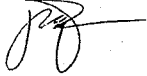
Conflicts - The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board members during the one year period following expiration or other termination of their 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.

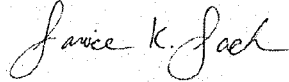
Contingent Liability - The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

Approved for Consideration:



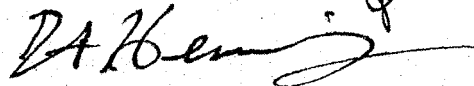
JONATHAN MAPLES  
Chief Procurement Officer

Approved:



JANICE K. JACKSON  
Acting Chief Executive Officer

Approved as to Legal Form:



DOUGLAS A. HENNING  
Acting General Counsel