

September 26, 2018

AUTHORIZE A NEW AGREEMENT WITH EYEMED VISION CARE LLC FOR VISION SERVICES**THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:**

Authorize a new agreement with Eyemed Vision Care LLC ("EyeMed") 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 Chicago Public Schools at an estimated annual cost set forth in the Compensation Section of this report. Vendor was selected on a competitive basis pursuant to Board Rule 7-2. A written agreement for Vendor's services is currently being negotiated. Fidelity Security Life Insurance Company will be issuing the insurance policy that is the basis of the services provided by EyeMed. No services shall be provided by Vendor and no payment shall be made to Vendor prior to the execution of their written agreement. The authority granted herein shall automatically rescind in the event a written agreement is not executed within 90 days of the date of this Board Report. Information pertinent to this agreement is stated below.

Specification Number : 18-350020

Contract Administrator : Cantero, Mrs. Nanzi / 773-553-2237

VENDOR:

- 1) Vendor # 23348
EYEMED VISION CARE LLC
4000 LUXOTTICA PLACE
MASON, OH 45040
Alisa Rhoads
513 765-6015
Ownership: Luxottica Retail North America
Inc - 100%
- 2) Vendor # 99449
FIDELITY SECURITY LIFE INSURANCE
COMPANY
3130 BROADWAY
KANSAS CITY, MI 64111
Bryson L. Jones
816 968-0574
Ownership: Richard F. Jones, Jr. And Steven
C. Krueger, Trustee-Gst - 24.65%, Bradford
R. Jones And Steven C. Krueger,
Trustee-Gst - 24.65%, Bryson L. Jones And
Steven C. Krueger, Trustee-Gst - 24.65%,
The Remaining Shareholders Do Not Own
More Than 10%
- 3) Vendor # 99450
FIRST AMERICAN ADMINISTRATORS, INC
4000 LUXOTTICA PLACE
MASON, OH 45040
Alisa Rhoads
513 765-3025
Ownership: Eyemed Vision Care-100%

USER INFORMATION :

Project
Manager: 11010 - Talent Office
42 West Madison Street
Chicago, IL 60602
Jordan, Ms. Christina
773-553-1044

TERM:

The term of this agreement shall commence on January 1, 2019 and shall end December 31, 2021. This agreement shall have two (2) options to renew for periods of one (1) year each.

EARLY TERMINATION RIGHT:

The Board shall have the right to terminate this agreement with 30 days written notice.

SCOPE OF SERVICES:

Vendor will 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. The vendor's network includes optometrists, ophthalmologists, and other licensed vision care professionals who will provide services and materials to CPS enrollees throughout the Chicago area.

DELIVERABLES:

Vendor will provide all necessary communications, brochures, pamphlets and materials to the district and district 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 services will result in comprehensive and affordable vision care through contracted discount provider arrangements for the district's vision care program for Chicago Public Schools enrollees. The robust vision plan will continue to help attract and retain high quality talent to CPS.

COMPENSATION:

Vendor shall be paid as follows: at a fixed per employee per month rate as specified in the written agreement; approximately \$2,200,000 annually, total not to exceed the sum of \$6,600,000 for the three (3) year term.

REIMBURSABLE EXPENSES:

None.

AUTHORIZATION:

Authorize the General Counsel to include other relevant terms and conditions in the written agreement. Authorize the President and Secretary to execute the agreement. Authorize Chief Officer of the Talent Office to execute all ancillary documents required to administer or effectuate this 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 waived of the M/WBE participation goals of 30% MBE and 7% WBE, because the contract is not further divisible.

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Budget Classification: Expense as allocated to all positions through account 57305 (Hospitalization and dental insurance) across all operating funds, units, programs, and grants.

FY19 \$1,100,000
FY20 \$2,200,000
FY21 \$2,200,000
FY22 \$1,100,000

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.

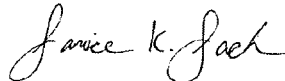
Contingent Liability - The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

Approved for Consideration:



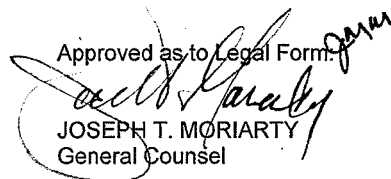
JONATHAN MAPLES
Chief Procurement Officer

Approved:



JANICE K. JACKSON
Chief Executive Officer

Approved as to Legal Form:



JOSEPH T. MORIARTY
General Counsel