

**AMEND BOARD REPORT 06-0524-PR15
APPROVE EXERCISING THE OPTION TO RENEW THE AGREEMENT WITH
CAMBRIDGE INTEGRATED SERVICE GROUP, INC. D/B/A MARTIN BOYER COMPANY
FOR CLAIMS ADMINISTRATION SERVICES AND AUTHORIZE FUNDING OF ESCROW ACCOUNTS
ASSOCIATED WITH THESE SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the option to renew the agreement with Cambridge Integrated Service Group, Inc. d/b/a Martin

Boyer Company (MBC) for claims administration services for the Board's liability, interscholastic and workers' compensation programs, at a cost not to exceed \$1,207,237.00 for administrative fees, and authorize funding of escrow accounts associated with these services in an amount not to exceed ~~\$17,775,658~~ \$25,500,000 for a 12

DESCRIPTION OF SERVICES: MBC will continue to receive all reports of accidents to students, visitors and employees, and process them appropriately under the agreed guidelines. MBC shall pay claims and settlements through established escrow accounts. The funds will be encumbered and the escrow accounts will be funded by periodic invoicing. The invoicing amounts are determined by the prior period volume and expected future losses. The escrow accounts will be funded annually through the following budget lines:

Maintenance of Escrow Accounts

Escrow Accounts	Budget Line	
General Liability	Budget Line: 0963-215-000-7064-5490	\$2,000,000.00 maximum
Interscholastic	Budget Line: 0963-215-000-7250-5490	\$500,000.00 maximum

AUTHORIZATION: Authorize the General Counsel to include other relevant terms and conditions in the written

renewal agreement. Authorize the President and Secretary to execute the renewal agreement. Authorize the Chief Financial Officer and Chief of Human Resources to execute all ancillary documents required to administer or effectuate this agreement, and to fund the escrow accounts in the amounts stated.

COMPENSATION: MBC shall be paid an administrative fee not to exceed \$1,207,237.00 for a 12 month term.

GENERAL CONDITIONS:

Inspector General – Each party to the agreement shall acknowledge that, in accordance with 105 ILCS 5/34-13.1, 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 member 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.