

APPROVE EXERCISING THE SECOND OPTION TO RENEW THE AGREEMENT

WITH CAREMARK, INC. FOR PHARMACY BENEFIT MANAGEMENT SERVICES

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the second option to renew the agreement with Caremark, Inc. to provide pharmacy

benefit management services for the Board's self-insured medical plan at a cost for the option period not to

claims adjudication, administrative services for the self insured prescription drug program, and will provide programs to increase cost effectiveness, medical appropriateness, and wellness.

OUTCOMES: Consultant's services will result in savings for the self-insured program through negotiated discounts and rebates from pharmacy manufacturers, more appropriate use of pharmaceuticals and reduced medical and pharmaceutical costs. Consultant's services will allow CPS to monitor results and provide information for future strategies through quarterly reports on savings and claims activities at the pharmacy level, and advice to CPS on latest drug trends.

LSC REVIEW: Local School Council approval is not applicable to this report.

FINANCIAL: Charge to the Department of Human Resources: \$1,000,000.00 Fiscal Year: 2008-2009
Budget Classification: Charge to sundry units, all operating funds, sundry programs, hospital insurance
(account 57305)

GENERAL CONDITIONS:

~~In respect to General Conditions, each party to the agreement shall acknowledge that, in accordance with 105 ILCS 5/04~~

