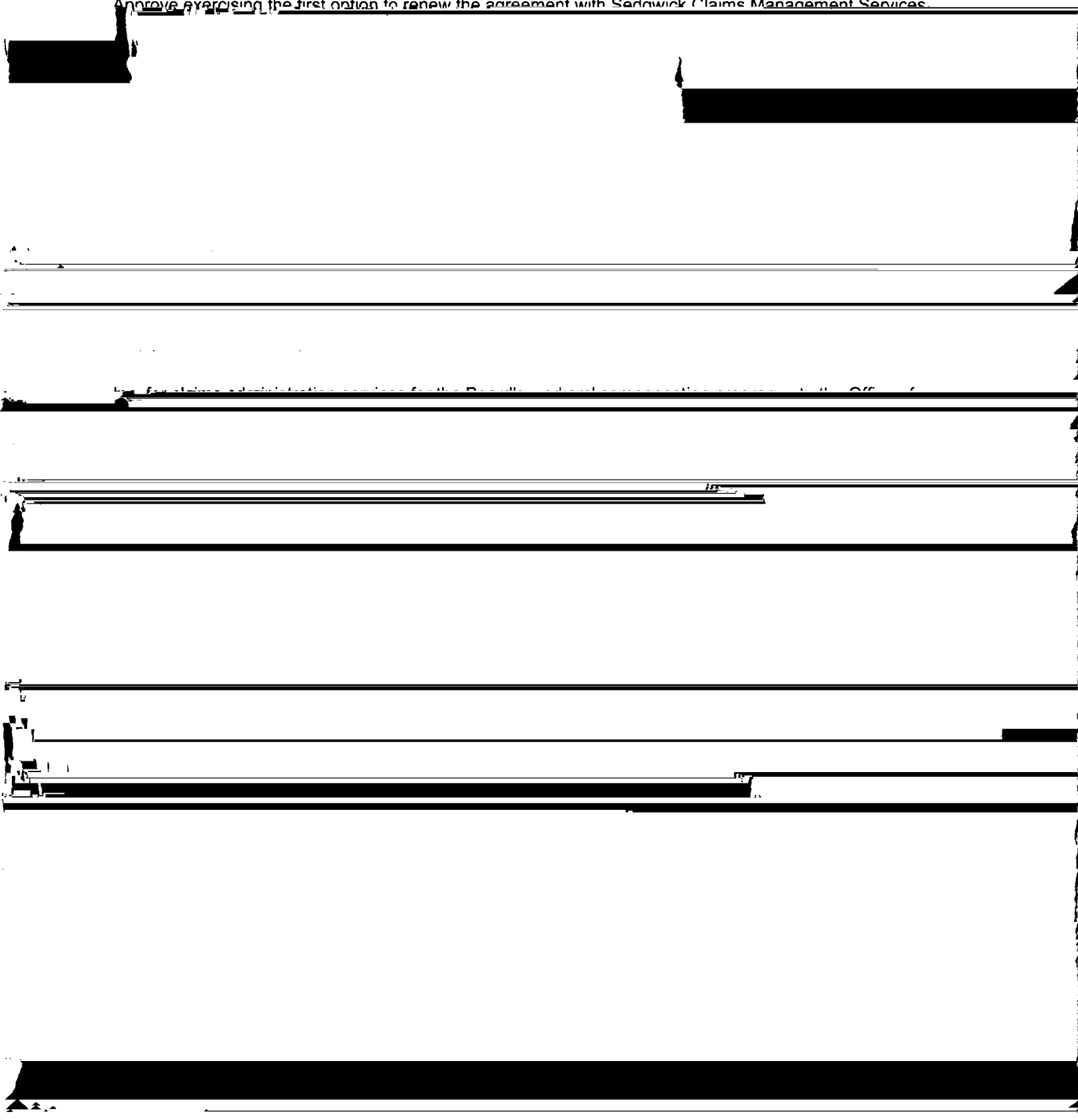


**APPROVE EXERCISING THE FIRST OPTION TO RENEW THE AGREEMENT WITH SEDGWICK CLAIMS ADMINISTRATION SERVICES AND AUTHORIZE FUNDING OF ESCROW ACCOUNTS ASSOCIATED WITH THESE SERVICES**

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

~~Approve exercising the first option to renew the agreement with Sedgwick Claims Management Services.~~



including, but not limited to, claims investigation, adjustment, benefits administration, medical

subrogation recovery, information management, management reporting and daily contact with Board staff. Sedgwick will continue to provide certain services, or arrange and administer certain services in addition to Sedgwick administration services, which shall be additional allocated expenses charges to the claim file.

FY 2013

\$1,400,000

To Fund WC Escrow Account

FY 2012

\$35,000,000

FY 2013

\$35,000,000

**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 5/34-21.2 which restricts the employment of, or the letting of contracts to, former