

April 27, 2011

**APPROVE EXERCISING THE FIRST OPTION TO RENEW AGREEMENT WITH CANNON COCHRAN
MANAGEMENT SERVICES, INC. TO PROVIDE CLAIM ADMINISTRATIVE SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

On 4/27/11, the Chief Executive Officer reported the following decision regarding the renewal of the agreement with Cannon Cochran Management Services, Inc.:

[REDACTED]

OUTCOMES: CCMSI's services will result in an affordable, comprehensive claims administration program for Chicago Public Schools students, employees and visitors.

COMPENSATION: CCMSI shall be paid as follows: Annual service fee payable in quarterly installments as set forth in the agreement; total not to exceed sum of \$468,000.00.

REIMBURSABLE EXPENSES: CCMSI shall be reimbursed for the following expenses: surveillance, field investigations, expert consulting and testimony.

AUTHORIZATION: Authorizing the Council 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 to execute all ancillary documents required to administer or effectuate the renewal agreement.

AFFIRMATIVE ACTION: This contract is in full compliance with the goals required by the Remedial Program for Minority and Women Owned Business Enterprise Participation in Goods and Services

GENERAL CONDITIONS:

Inspector General – Each party to the agreement shall acknowledge that, in accordance with 105 ILCS 5/34-1.3.1, 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 – Any agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-2.1.3 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 July 26, 1996 (96-0626-PO3), as amended from time to time, shall be incorporated into and made a part of the agreement.