

October 24, 2018

AUTHORIZE THE FIRST RENEWAL AGREEMENT WITH HARTFORD LIFE AND ACCIDENT INSURANCE COMPANY AND CANNON COCHRAN MANAGEMENT SERVICES, INC FOR THIRD PARTY CLAIMS ADMINISTRATION SERVICES AND LIFE INSURANCE

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Authorize the first renewal agreement with Hartford Life and Accident Insurance Company as successor-in-interest to Aetna Life Insurance Company and Cannon Cochran Management Services, Inc. to provide insurance policies and third party claims administration services to the Talent Office and Risk

Management Department at an estimated annual cost set forth in the Compensation Section of this report. Written documents exercising this option are currently being negotiated. No payment shall be made to either vendor during the option period prior to execution of their written document. The authority granted herein shall automatically rescind as to each vendor in the event their written document is not executed.

Manager: 12460 - Risk Management

Chicago, IL 60602
Lorden, Ms. Ellen C
773-553-2210

ORIGINAL AGREEMENT:

The original Agreements (authorized by Board Report #15-0826-PR12) in the amount of \$6,400,000.00 are

for a term commencing January 1, 2016 and ending December 31, 2019, with the Board having the right to

Management Services, Inc shall pay claims, settlements and awards through established escrow accounts. The escrow accounts will be funded at intervals agreed upon by the Board staff.

The Hartford Life Insurance and Accident Insurance Company will continue to provide Employee Group

Group Life, Voluntary Life, Personal Accident and Disability Insurance. All premium payments will be made

Fund 210, Risk Management Department, Unit 12460 FIN

For General Liability and Property with General Contract Management Services

\$325,000, FY19
\$650,000, FY20
\$325,000, FY21

Not to exceed \$1,300,000 for the two (2) year agreement.

Charge to all Units/Talent Office manages the Agreements
For the Basic Life Insurance with Hartford Life and Accident Insurance Company

\$150,000 FY19
\$300,000 FY20
\$150,000 FY21

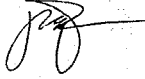
Personal Accident Insurance: No cost to the Board

Voluntary Life: No cost to the Board
Voluntary Disability: No cost to the Board
Not to exceed \$600,000 for the two (2) year agreement.

Not to exceed \$3,940,000 for the two (2) year term

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:

