

ROLL CALL

PURCHASE AND CHANGE ORDERS RECOMMENDATIONS

The "Purchase and Change Orders Recommended" are presented by campus and a Summary of Purchases from "Appropriated Funds" (i.e., from State appropriations to the University) and purchases from "Institutional Funds" is included. The latter term is used here to designate funds received by the University under contracts with the United States Government; contracts with private corporations and other organizations, from foundation grants, and grants from corporations and other donors; and University revolving funds authorized by law. The Summary of Purchases also indicates a total amount by campus.

The board action recommended in this item complies in all material respects with applicable State and Federal laws, University of Illinois Statutes, The General Rules Concerning University Organization and Procedure, and Board of Trustees policies and directives.

The Directors of Purchases have proposed and the Vice President for Administration recommends the following purchases and change orders. Unless otherwise specified, the purchase in each case is recommended on the basis of the lowest acceptable bid.

The President of the University concurs.

PURCHASE RECOMMENDED

Urbana-Champaign Campus

1 Unit Facilities Planning and Programs

Item Boilermaker Services as required for the Abbott Power Plant for the period July 1, 2006 through June 30, 2009 with the option to renew for two additional one-year periods through June 30, 2011, subject to availability of funds, continuing need and satisfactory performance, with the Comptroller authorized to exercise such options.

Cost \$2,400,000 – f.o.b. at site (\$800,000 per fiscal year beginning July 1, 2006 at a total three-year agreement cost of \$2,400,000)

Vendor Kennedy Tank & Mfg. Co., Indianapolis, IN

Other Bids Received

Total Estimated Value
F.O.B. Abbott Power Plant

Independent Mechanical Industries, Inc. Chicago, IL	\$2,712,000 (\$904,000/fiscal year)
Baker Mechanical Services Indianapolis, IN	\$2,906,400 (\$968,800/fiscal year)
Frank Lill & Sons, Inc. Webster, NY	\$3,312,000 (\$1,104,000/fiscal year)

The estimated value is based upon anticipated need and itemized rates for boilermakers, mobilization charges, tool and equipment charges, travel charges, per diem for technicians, and vehicle expenses.

Competitive bidding procedures were followed in accordance with the Illinois Procurement Code.

CHANGE ORDERS RECOMMENDED

Chicago Campus

1 Unit	Hospital Pathology Laboratories		
Item	Change order to existing purchase order for an estimated quantity of human blood and blood components, including all necessary screening and testing during Fiscal Year 2006.		
Cost	\$225,000 (estimated)		
	Original amount (estimated)	Change order (estimated)	New total (estimated)
	\$1,652,286	\$225,000	\$1,877,286

Vendor American Red Cross, Madison, WI
 In May 2005 the Board of Trustees approved a recommendation for human blood and blood components for Fiscal Year 2006. A dual award was made to American Red Cross and LifeSource to assure a supply of blood in the event of blood shortages. This award was based upon a competitive request in accordance with the requirements of the Illinois Procurement Code.

The human blood and blood components include red blood cells, platelet concentrates, plasma and other components. There has been a 95% increase in the number of platelet components and a 13% increase in the number of red cell components transfused this fiscal year which has required the Blood Bank to purchase more than the estimated amount. Due to this increase, the initial amount is insufficient to cover payment expected through the end of Fiscal Year 2006. An increase of \$225,000 (13%) is necessary for American Red Cross for the balance of Fiscal Year 2006. No increase is necessary for LifeSource.

University Administration

2 Unit Student Financial Services and Cashier Operations

Item Change order to existing agreement for student loan billing services for the Urbana, Chicago and Springfield campuses for Fiscal Year 2006.

Cost \$154,000 (estimated)

Original amount (estimated)	Change order (estimated)	New total (estimated)
FY06 \$159,000	\$154,000	\$313,000

Vendor Affiliated Computer Services (ACS), Lombard, IL

The Director of Purchases approved a contract in April, 2005 to provide University-wide student loan management and billing services for the Urbana, Chicago, and Springfield campuses for Fiscal Year 2006. This award was based upon a competitive request in accordance with the requirements of the Illinois Procurement Code. The University is required by Federal Treasury regulations to provide students a 1098-T form containing information pertaining to scholarship, grant and fellowship assistance received. In order to quickly implement a solution that enabled the University to produce a 1098-T form during Banner implementation, it was determined to exercise the option for 1098-T processing in the ACS contract. The estimated cost of this service is \$84,000 for FY2006 based on the number of students multiplied by

\$.92 per student.

We also consolidated the three campuses collection processes into the ACS collection system. The estimated cost of this service is \$70,000 for FY2006 based on the number of letters to students multiplied by \$1.00 per letter. Due to the utilization of these options, insufficient funds are available to cover the scope of services now being provided. An increase of \$154,000 for Fiscal Year 2006 is necessary to pay the vendor the funds due them.

SUMMARY OF PURCHASES	
(Rounded to nearest dollar)	
Urbana-Champaign Campus	\$2,400,000
Recommended from Institutional Funds	
Grand Total	\$2,400,000
SUMMARY OF CHANGE ORDERS	
Chicago Campus	\$225,000
University Administration	\$154,000