

ROLL CALL

PURCHASE RECOMMENDATIONS

The "Purchase Recommendations" are presented by campus and a Summary from "Appropriated Funds" (i.e., from State appropriations to the University) and 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 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 Director of Purchases has proposed and the Vice President, Chief Financial Officer recommends the following purchase. Unless otherwise specified, the purchase in each case is recommended on the basis of the lowest acceptable bid.

The President of the University concurs.

**PURCHASES RECOMMENDED**

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<b>Urbana-Champaign Campus</b>	
1 Unit	University Payroll & Benefits, UIUC Campus Auxiliary Services
Item	Student Health Insurance and routine administrative services, including claims adjudication and claim payments for the Urbana-Champaign campus students for the period of August 21, 2015, through August 20, 2016.
Cost	\$25,000,000 (estimated)

## Renewal Options:

August 21, 2016 through August 20, 2017	\$25,000,000 (estimated)
August 21, 2017 through August 20, 2018	\$25,000,000 (estimated)
August 21, 2018 through August 20, 2019	\$25,000,000 (estimated)
August 21, 2019 through August 20, 2020	\$25,000,000 (estimated)
August 21, 2020 through August 20, 2021	\$25,000,000 (estimated)
August 21, 2021 through August 20, 2022	\$25,000,000 (estimated)
August 21, 2022 through August 20, 2023	\$25,000,000 (estimated)
August 21, 2023 through August 20, 2024	\$25,000,000 (estimated)

Vendor United Healthcare Services Inc., St. Petersburg, FL

<u>Proposals Received</u>	<u>Point Summary of Proposals (Maximum Score of 1,000)</u>
United Healthcare Services Inc., St. Petersburg, FL	930.11
Academic Health Plans, Grapevine, TX	778.48
Aetna Healthcare, Hartford CT	770.18

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

The vendor will provide student health insurance as well as routine administrative services, including claims adjudication and claim payments through a Student Health Insurance Plan (SHIP) designed as a preferred provider organization (PPO) model that must offer two levels of coverage – payment of 80% of usual and customary charges for non-network providers, and 80% of the preferred allowance for in-network providers.

The University requires all registered students either participate in the University of Illinois at Urbana-Champaign (UIUC) Student Health Insurance Plan (SHIP) or provide proof of comparable insurance, called a hard waiver. The University assesses the SHIP fee each semester and the University subsequently provides an electronic submission of eligible students to the insurance company. The vendor will handle enrollment of spouse and dependents and collection.

Pricing is based on an estimated number of enrolled students for the Fall 2015, Spring 2016, and Summer 2016 semesters.

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**Springfield Campus**

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2 Unit University Payroll & Benefits, UIS Human Resources

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Item Student Accident and Illness for the period of August 16, 2015, through August 20, 2016.

Cost \$2,600,000 (estimated)

Vendor Academic Health Plans/Blue Cross Blue Shield, Grapevine, TX

Proposals Received

Point Summary of Proposals  
(Maximum Score of 10,800)

Academic Health Plans/Blue Cross Blue Shield, Grapevine, TX	9,525
Academic Health Plans/Aetna, Grapevine, TX	7,595
United Healthcare Services Inc., St. Petersburg, FL	7,347
Academic Health Plans/Christie Student Health, Grapevine, TX	6,669
Consolidated Health Plans, Springfield, MA	5,997
AIG, New York, NY	5,923
Student Assurance Services, Still Water, MN	5,922

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

The vendor will provide students with a comprehensive accident and illness insurance plan and provide students with local providers that are in-network, the opportunity to find providers that are out-of-network and prescription services.

The University requires all registered students either participate in the University of Illinois at Springfield (UIS) Student Health Insurance Plan or provide proof of comparable insurance, called a hard waiver. The University assesses the Student Health Insurance fee each semester and the University subsequently provides an electronic submission of eligible students to the insurance company. The vendor will handle enrollment of spouse and dependents and collection.

Pricing is based on an estimated number of enrolled students for the Fall 2015, Spring 2016, and Summer 2016 semesters.

## RENEWAL OPTIONS RECOMMENDED

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### Urbana-Champaign Campus

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1 Unit Division of Intercollegiate Athletics, Housing Dining Services, Illini Union, State Farm Center

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Item Renewal option for Beverage Service Program for the period of July 1, 2015 through June 30, 2020.

Cost \$7,500,000 (estimated)

Vendor Coca-Cola Enterprises, Inc., Niles, IL and Coca-Cola North America, a Division of the Coca-Cola Company, Atlanta, GA

This will exercise the first of one renewal options to the purchase approved by the Board of Trustees on May 20, 2010, for an estimated \$7,500,000 for the period July 1, 2015, through June 30, 2020. Competitive bidding procedures were followed in accordance with the Illinois Procurement Code.

The vendor will continue to be responsible for managing approximately 314 vendor-owned vending machines on University properties, which are currently overseen by Illini Union Retail Services, and all non-excluded pouring operations, including Housing Dining Services, Athletics, and the general campus. Coca-Cola will continue to provide all required dispensing equipment.

Pricing for cups, lids and bottle/can products, prices will increase no more than 5% annually over the term of the contract, except in the event of a documented, unanticipated increase in a component of Vendor's cost of goods, manufacture, or delivery. For fountain products, prices will increase no more than \$1.00/gallon annually over the term of the contract.

2 Unit Campus Information Technologies and Educational Services (CITES)

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Item Renewal option for Microsoft Desktop Platform Enterprise Software for all three campuses and University Administration for the period of July 1, 2015 through June 30, 2018.

Cost \$11,000,000 (estimated)

Vendor En Pointe Technologies Sales, Inc., Gardena, CA

This will exercise the first of one renewal option to the purchase approved by the Board of Trustees on May 29, 2013, for an estimated \$7,000,000 for the period of July 1, 2013 through June 30, 2015. Competitive bidding procedures were followed in accordance with the Illinois Procurement Code.

The vendor will continue to supply Microsoft Desktop Platform Enterprise Software on an as needed basis for Campus Information Technologies and Education Services (CITES) Web Store for distribution to all University campus units and Administration. The Enterprise Software will be used by faculty, staff and students, including desktop platforms for Office Professional, Windows, and Client Access License suites.

The contract does not guarantee a purchase or minimum dollar amount, and the estimated cost is based on historical data compiled by CITES. Pricing will reflect a 1% discount off an already discounted price list as members of Enrollment for Education Solutions (EES).

<b>SUMMARY OF PURCHASES</b>	
Urbana-Champaign Campus	\$ 26,000,000
Springfield Campus	\$ 2,600,000
Recommended from Institutional Funds	
Grand Total	\$ 28,600,000
<b>SUMMARY OF RENEWALS</b>	
Urbana-Champaign Campus	\$ 18,500,000
Recommended from Institutional Funds	
Grand Total	\$ 18,500,000