

Board Meeting
May 11, 2006

ROLL CALL

PURCHASES AND CHANGE ORDERS

The "Purchases 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.

PURCHASES RECOMMENDED

Chicago Campus	
1 Unit	Hospital Pathology Laboratories – Molecular Pathology
Item	Three-year operating lease of Model 340 Analyzer, plus estimated quantities of reagents and laboratory supplies to be purchased during the period of July 1, 2006 through June 30, 2009.
Cost	\$900,000 f.o.b. delivered (estimated)
	FY07 \$250,000
	FY08 300,000

FY09 350,000

Vendor Bayer Healthcare Diagnostics Division, Tarrytown, NY

The purchase is a sole source because the equipment and technology is patented by Bayer Healthcare Diagnostics, and the reagents and supplies must be purchased from Bayer to assure complete compatibility with equipment. In addition, Bayer is the only vendor that offers an FDA-approved assay for Hepatitis B and Hepatitis C viral load testing. None of these items are available from distributors or dealers.

Pricing for the reagents and supplies is firm for the three-year period of the contract. Bayer will also provide, at no additional cost, an upgraded Model 440 analyzer when it becomes available later in 2006. The University will not take title to the equipment.

The estimated expenditure is calculated by multiplying the estimated quantity of reagents and supplies by the unit cost per item. Actual expenditures will vary based upon actual quantities used. Due to the rapid growth of the Pathology Laboratories Outreach Program, an estimated escalation factor has been added to the estimated reagent and supply costs for years two and three of the agreement. The price for the lease of the equipment is firm for the three-year contract term.

The price is considered reasonable and acceptable.

2 Unit Hospital Pathology Laboratories

Item Estimated quantities of Enzyme ImmunoAssay test kits for the detection of syphilis, HIV-1 plus O antibody, and HIV-2 to be purchased during the period July 1, 2006 through June 30, 2011.

Cost \$1,850,000 f.o.b. delivered (estimated)

FY07 \$370,000
FY08 370,000
FY09 370,000
FY10 370,000
FY11 370,000

Vendor Bio-Rad Laboratories, Hercules, CA

This purchase is a sole source because Bio-Rad Laboratories is the only manufacturer offering an FDA-approved, automated system for testing for HIV and syphilis. Bio-Rad will provide, at no additional cost, two EIA readers, two workstations with software integration to the

Laboratory Information System, and equipment service maintenance. The University will not take title to the equipment provided by the vendor.

In addition, the Bio-Rad instrumentation and test kits are capable of identifying the HIV-1 virus in the Group O serological sub-category. The Group O sub-category shares only 55-70% of sequence homology with the Group M strains (the major category). It is important to have a test that can identify the Group O virus so that there is a greater possibility of capturing the 30-45% of infected patients that would otherwise be missed in the more routine HIV-1 screening.

The estimated expenditure is calculated by multiplying the estimated number of tests required by the unit cost per test. Actual expenditures may vary depending upon actual quantity purchased. Pathology Laboratories has also included an estimated amount for growth in the use of these tests due to the success of the Outreach Program that provides testing for other clients including state agencies such as the Illinois Prison System and the Department of Human Services.

The price is considered reasonable and acceptable.

3 Unit Hospital Pathology Laboratories – Microbiology Laboratories

Item Estimated quantity of tuberculosis QFT blood test kits for patient and employee screening to be purchased during the period July 1, 2006 through June 30, 2009, including the provision of one Automated ELISA Analyzer at no additional cost.

Cost \$768,192 f.o.b. delivered (estimated)

FY07 \$256,064
 FY08 256,064
 FY09 256,064

Vendor Cellestis Inc., Valencia, CA

The purchase is a sole source because Cellestis, Inc. is the only manufacturer and distributor of these kits.

There are only two FDA-approved tests for tuberculosis: the tuberculin skin test (TST) and the QuantiFERON-TB GOLD (QFT). The TST requires from 2 to 4 patient visits in order to determine if individuals have latent TB (have the germ causing TB but do not have symptoms). The QFT requires only one patient visit to provide a blood sample that measures how the patient's immune system reacts to the germs that

cause TB, and has greater accuracy (> 99%) than the tuberculin skin test.

Pathology Laboratories has been providing the test since August 2005. Demand for the test is increasing since a Center for Disease Control (CDC) publication in December, 2005, recommending that the QFT blood test may be used in all circumstances in which the TST is currently used.

Pricing for the test is firm for the three-year period of the contract. Cellestis will also provide, at no additional cost, an automated ELISA analyzer for processing the increasing number of tests being performed, both for Hospital and Clinic patients and employees, as well as external laboratories for which Pathology Laboratories are providing services. The University will take title to the equipment at the end of 36 months.

The estimated expenditure is calculated by multiplying the estimated number of test kits required by the unit cost. Actual expenditures will vary based upon actual quantities used.

The price is considered reasonable and acceptable.

4 Unit Hospital Nursing

Item Temporary nurses, operating room technicians and medical assistants to be provided on an as-needed basis for the Hospital and clinical operations in Chicago, Rockford and Peoria for the period July 1, 2006 through June 30, 2008 with the option to renew for three additional one year periods at the same terms and conditions, based on satisfactory performance, continuing need, and availability of funds, with the Comptroller authorized to exercise such option. Prices will be firm for the initial period of the contract and subject to change for the option periods based upon not-to-exceed percentage increases as quoted by each firm.

Cost \$5,600,000 (estimated)

FY07 \$2,800,000

FY08 2,800,000

Vendors Professional Nursing, Inc., Chicago, IL
InteliStaf Healthcare, Inc., Oak Brook, IL
Leopoldt Inc., dba Favorite Nurses, Overland Park, KS
Med+Call Health Care, Inc., Chicago, IL

Pro-Touch Staffing, Inc., Rosemont, IL
 Firstat Nursing Services, Oak Park, IL
 Cross Country Staffing, Boca Raton, FL
 Medix Staffing Solutions, Inc., Lombard, IL
 Reliable Nursing Service Inc., Scottsdale, AZ

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

An evaluation team reviewed proposals submitted by nineteen agencies. The selection team consisted of staff representing departments who require temporary staffing, or will have direct contact with these agencies. The team has determined that the nine agencies recommended are best qualified to provide the necessary services at reasonable costs. Multiple awards are required in order to assure the availability of the right kind of temporary nursing personnel when the need arises.

The recommended firms will provide temporary registered per diem nurses (engagements vary from a single 4-hour shift to as much as 3-4 weeks), registered travel nurses (minimum length of engagement is typically 6-8 weeks), licensed practical nurses, medical assistants and operating room technicians on short notice to meet the fluctuating demands of patient acuity and census.

It is anticipated that approximately \$5,600,000 will be spent with all nine agencies during the initial 24-month period. The Office of Nursing Services will rotate requests for temporary staffing among the nine firms based on availability and price. The actual amount spent with each firm will vary depending upon their ability to provide the type of nurse, medical assistant or operating room technician required for a particular shift or site.

5 Unit Hospital Material Management

Item	Three continuous renal replacement therapy systems and estimated quantities of supplies including cartridges and solutions to be purchased during the period April, 2006 through June 30, 2008, with the option to renew at the same prices, terms, and conditions for two additional one year periods, subject to continuing need and availability of funds, with the Comptroller authorized to exercise such options.
Cost	\$526,669 f.o.b. delivered (estimated)
	FY06 \$118,518 (3 months - equipment and supplies)

FY07 204,075 (supplies only)
FY08 204,075 (supplies only)

Vendor NxStage Medical Inc., Lawrence, MA

Competitive bidding procedures were followed in accordance with the Illinois Procurement Code. The estimated expenditure is calculated by multiplying the estimated number of items required by the unit price per item. Actual expenditures may vary depending upon the actual usage.

<u>Bid Received</u>	<u>Estimated Cost</u>
Gambro Renal Products, Inc., Lakewood, CO	\$589,965

This equipment and supplies will be used in the department of Nephrology for critically ill dialysis patients at the University of Illinois Hospital.

6 Unit Hospital Patient Accounts

Item Collection Agency Services to maximize collection of funds earned for clinical services provided to patients in the following nine (9) categories: (1) Pre-collection and payment plan services; (2) Collection of aged accounts, primarily from individual patients; (3) Eligibility services or assistance to patients who may qualify for, but are not enrolled in, the State's Medical Assistance Program or other financial assistance programs; (4) Retrospective payment review and collection of underpayments made by third parties; (5) Special collections, including cases involving third party payers; (6) Audit services; (7) Denial management services involving appeals of denied cases; (8) Out-of-state Public Aid facility enrollment and billing processing; and (9) Activities involving billing and collections from a third party ("insurance outsourcing") for the period May 12, 2006 through June 30, 2011 with options to renew for four additional one year periods at the same terms and conditions based on satisfactory performance, continuing need and availability of funds, with the Comptroller authorized to exercise such option.

Cost \$21,200,000 (estimated)

FY07 4,180,000
FY08 4,180,000
FY09 4,230,000
FY10 4,280,000
FY11 4,330,000

Vendors Healthcare Revenue Technologies, Chicago,IL
United Audit Systems, Inc., Cincinnati, OH
Medical Business Bureau, LLC, Park Ridge, IL
Revenue Cycle Solutions, LLC, Westchester,IL
McKesson Corporation, Alpharetta, GA
National Healthcare Reimbursement Solutions, Jacksonville, FL
Pellettieri & Associates, Ltd., Lombard,IL
Trustmark Recovery Systems, Inc., Munster, IN
MedAssist, Inc., Louisville, KY
Collection Systems, Inc., Westchester, IL
Great Lakes Billing Services, Inc., Chicago, IL
Great Lakes Medicaid, Inc., Chicago, IL
Illinois Collection Service, Inc., Evergreen Park, IL
Medical Recovery Specialists, Inc., Des Plaines, IL
Knepper & Kibby, P.C. Chicago, IL
Nationwide Credit & Collection, Inc., Westchester, IL
OSI Collection Services, Inc., Schaumburg, IL
Pellettieri & Hennings, P.C., Lombard, IL
PriceWaterhouseCoopers, Columbia, SC
Van Ru Credit Corporation, Des Plaines, IL

Competitive bidding procedures were followed in accordance with the Illinois Procurement Code. An evaluation committee consisting of representatives from Patient Accounts, Finance, Decision Support and Business Planning, and Information Technology Services reviewed proposals from thirty seven firms in a total of nine different service categories. Bidders were invited to bid on all categories in which they had expertise and experience, and were evaluated separately for each category on which they submitted a proposal.

Multiple awards are necessary in order to maximize the collection of patient accounts, and to provide back-up service providers in the event that one or more of the firms with primary awards fail to provide satisfactory service in a timely manner. Best-and-final offers were solicited from the twenty firms being recommended for award.

Estimated expenditures are primarily based on contingency fees

charged by the firms for services provided, and the amount of funds collected by the firms.

7 Unit College of Medicine

Item Website review, development and consulting services for the period May, 2006 through June 30, 2006 with the option to renew for two additional six month periods at the same prices, terms and conditions based on satisfactory performance, continuing need and availability of funds with the Comptroller authorized to exercise such option.

Cost \$200,500 (estimated)

FY06 \$ 58,100

FY07 142,400

Vendor Lipman Hearne, Inc., Chicago, IL

Competitive bidding procedures were followed in accordance with the Illinois Procurement Code. Seven responses were received and evaluated by a committee comprised of College of Medicine Information Technology staff. The award was based on a total point assessment that considered technical merit, overall quality of response, post-proposal vendor demonstrations, and price.

<u>Proposals Received</u>	<u>Point Summary of Proposals</u> (Maximum Score of 2,425)
Lipman Hearne, Chicago, IL	1663
TT Communications, Chicago, IL	
DigitalDog, Inc., Nashville, TN	1431
TMP Worldwide, Chicago, IL	1244
Excel Communications, Milwaukee, WI	1173
Duo Consulting, Chicago, IL	1123
Edelman, Chicago, IL	1034

The recommended firm, Lipman Hearne, Inc., ranked first in total scoring after the best-and-final offers, and their proposal was deemed the best overall based on their technical skills.

The services to be provided include a review of all four College of Medicine websites (Chicago, Peoria, Rockford and Urbana-Champaign), an assessment of these websites, and recommendations for the development of a new website to include all four campuses collectively.

8 Unit Hospital Information Services

Item Computer equipment consisting of high-end processors, servers, expanded memory, software, enterprise storage and three-year maintenance agreement, including installation and training.

Cost \$3,283,735

Vendor Cerner Corporation, Kansas City, MO

<u>Bid Received</u>	<u>Total Cost</u>
Hewlett-Packard Company, Oak Park, IL	\$3,479,297

Competitive bidding procedures were followed in accordance with the Illinois Procurement Code. One other firm submitted a partial bid with alternative equipment that did not meet specifications regarding providing the enterprise storage area network and software, certification to run and interface with existing Cerner applications, and offered no economic advantage to the University since unit prices for items quoted were higher than those of the recommended vendor.

This equipment and software is necessary to provide for expansion within the Hospital's computing environment in three distinct areas: an additional high end server is required to provide additional computing power to support expansion and growth within the Hospital's Medical Record System (Cerner), additional memory is needed for existing servers to store new data that is being generated on a daily basis by numerous applications within the Medical Center, and an enterprise storage area network (SAN) is necessary to provide increased data storage capacity for applications such as Cerner, Microsoft applications, home directories, and email.

The cost stated above includes \$443,265 for a three-year maintenance agreement to commence immediately upon installation and acceptance of the equipment. This maintenance agreement upgrades the normal

warranty to priority 24/7 coverage of this mission-critical equipment and software, as well as providing for continuing coverage after warranty expiration.

9 Unit Publications Services

Item New and used copiers and new printers for the managed rental program for the period July 1, 2006, through June 30, 2009, with the option to renew for three additional one year periods at the same terms and conditions, subject to continuing need and availability of funds, with the Comptroller authorized to exercise such option.

Cost \$6,542,757 f.o.b delivered and installed (estimated)

FY07 \$1,834,726
 FY08 \$2,233,628
 FY09 \$2,474,403

Vendor Gordon Flesch Company, Inc., Chicago, IL

Competitive bidding procedures were followed in accordance with the Illinois Procurement Code. Five responses were received and evaluated by a committee comprised of the Office of Publications and other University departments. The award was based on a total point assessment that considered technical merit, overall quality of response, compliance with RFP specifications, vendor presentations, and price. Results of the evaluation are summarized below:

<u>Proposals Received</u>	<u>Point Summary of Proposals</u> (Maximum Score of 1,100)
Gordon Flesch Company, Inc., Chicago, IL	1,035.63
Cannon Business Solutions, Schaumburg, IL	711.86

The recommended firm, Gordon Flesch Company, Inc, ranked first in total scoring after the best-and-final offers, and their proposal was deemed the best overall based on their lowest pricing, the most substantial savings for the University and a proven track record of excellent service and high customer satisfaction.

The services to be provided include all copiers and printers as specified in the request for proposal, maintenance service (including parts and labor), and supplies (including toner but excluding paper and staples) for a base monthly rental fee plus a cost-per-copy charge to cover maintenance service and supplies.

Gordon Flesch's proposal provides a full line of digital copiers, color copiers and printers for rent by UIC departments on a month-by-month basis allowing units to cancel, downgrade or upgrade equipment on a month's notice without penalty fees; centralized and simplified ordering and billing; service guarantees to minimize equipment downtime; and oversight of the program to ensure customer satisfaction.

Urbana-Champaign Campus

10 Unit Facilities and Services

Item 263,000 tons, approximately, coal and disposal of 81,500 tons of ash, cinders, bottom ash, and gypsum, to be procured for the period July 1, 2006 through June 30, 2008.

Cost \$11,381,755 f.o.b. delivered (estimated)

Vendor International Coal Group (ICG), Ashland, KY

<u>Bids Received</u>	<u>Estimated Amount</u>	<u>TFOC*</u>
ICG, Ashland, KY	\$11,381,755	\$11,381,755
Freeman Energy Corp., Springfield, IL	\$12,055,698	\$13,060,641

All prices are f.o.b. delivered.

Competitive bidding procedures were followed in accordance with the Illinois Procurement Code. Two responses were received and evaluated. *Total Fuel Operational Cost (TFOC) was used as the basis of award. The TFOC is the calculation of the cost of energy components needed in the production of 4,241,605 Klbs (Kilo pounds) of coal produced steam, which represents about half of the University's total steam; the other half is produced by natural gas fired equipment.

The coal being offered by ICG is from the Illinois – Viper Mine located at Elkhart, IL.

Coal is being purchased for the Abbott Power Plant as a primary fuel used in the University coal boilers. Natural gas is used to supplement the steam requirements when the BTU's produced by coal alone are not high enough to provide the steam to meet the campus demand.

11 Unit CITES

Item Telecommunications Consulting Services for voice, data network, video, and wireless communications upgrade, for FY2007 with the option to renew for four one-year periods, subject to availability of funds, continuing need and satisfactory performance, with the Comptroller authorized to exercise such options.

Cost \$2,441,855 (estimated)

\$1,441,855 UIUC expenditures
1,000,000 UIC expenditures

Vendor Western Telecommunications Consulting (WTC), Inc., Los Angeles, CA

Competitive bidding procedures were followed in accordance with the Illinois Procurement Code. The award was based on a total point assessment that considered technical merit and price.

<u>Proposals Received</u>	<u>Point Summary of Proposals</u> (Maximum Score of 1700)
WTC, Los Angeles, CA	1405
AMI Strategies, Livonia, MI	1085
Elert & Associates, Stillwater, MN	780

These consulting services will include an evaluation of voice, data network, video, and wireless technologies including identification of possible technology/service options and configurations; detailed costing models and operating budgets; disaster mitigation; and a strategic plan that will serve as a roadmap for implementing these services.

12 Unit Post-Genomic Institute

Item Animal Cage Racks, 28 double-sided, ventilated, with 140 cage units each and 9 single-sided, ventilated, with 40 cage units each; 1,450 Change Out Cages; 1,000 Water Bottles; and 1 Ventilated Cage Cart for the Post-Genomic Institute laboratories.

Cost \$950,275 - f.o.b. delivered and installed
Vendor Allentown Caging Equipment Co., Inc., Allentown, NJ

Competitive bidding procedures were followed in accordance with the Illinois Procurement Code. Allentown Caging Equipment Company was the only firm who submitted a bid for the caging package. Allentown is the leading provider of animal caging products to the biomedical research community and meets the exacting specifications necessary for the type of genetic research to be conducted in the Post-Genomic Institute facilities. The cages required must be ventilated and be built to exacting tolerances to maximize containment and avoid the potential for cross-contamination.

Funds for this transaction are being provided by the Capital Development Board. This will be a one time purchase to furnish this new laboratory.

13 Unit Division of Intercollegiate Athletics

Item Charter Air Service for 2006 Football Season

Cost \$293,150

Vendor Air Planning, Salem, NH

Bids Received

Total Cost

Charter Air Services, Inc., Joliet, IL	\$307,000
CSI Aviation Services, Albuquerque, NM	\$325,542
Air Fax, Inc., Cumming, GA	\$353,500

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

The award evaluation was based on the best price offered for the requested dates of service to the appropriate destinations at the requested time of departure and providing aircraft with the required seating capacity.

This procurement will allow the University of Illinois football team to travel to Rutgers University, Michigan State University, Penn State University, and the University of Wisconsin for scheduled games during the 2006 football season.

University Administration

14 Unit Administrative Information Technology Services (AITS)

Item Information Technology (IT) personnel resource services to assist in IT projects for the period of June 1, 2006 through June 30, 2007, with Ciber offering options to renew for an additional five renewal periods with increases not to exceed the Midwest Consumer's Price Index, Starpoint Solutions offering options for an additional five renewal periods with rates firm for the first option period and not to exceed the Midwest Consumer's Price Index for the second through fifth periods, and TEK systems offering options to renew for an additional five option periods with increases not to exceed 5% per year. All options are subject to the availability of funds, continuing need and satisfactory performance, with the Comptroller authorized to exercise such options.

Cost \$2,400,000 combined estimated total for all vendors

Vendors Starpoint Solutions, Chicago, IL
Ciber, Springfield, IL
TEK Systems, Bloomington, IL

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

Ten vendor proposals were received. An evaluation committee consisting of individuals from the AITS department used a point system that was predetermined prior to the RFP opening. The award evaluation was based on a total point assessment that considered the technical requirements (including experience, references, ability to provide sufficient numbers of resources) and price (hourly rates).

The evaluation assessment identified three firms as best being able to provide the required services. Awarding contracts to three firms will ensure that resources will be available at the time of need. Determination as to which contractor's temporary as-needed resources to utilize will be made at the time of the requirement and will be based on availability of qualified resources, the total amount paid to each contractor, and total cost of the services for the project work to be undertaken.

<u>Proposals Received</u>	<u>Point Summary of Proposals</u> (Maximum score of 100)
Starpoint Solutions, Chicago, IL	82.78
Ciber , Springfield, IL	80.23
TEK Systems, Bloomington, IL	76.63
Envision, St. Louis, MO	71.96
TAG, Naperville, IL	71.63
Sungard SCT, Malvern, PA	65.02
HTC Global, Troy, MI	63.55
Radiant Systems, Ft. Lauderdale, FL	62.84
VIVA USA, Rolling Meadows, IL	55.25
Ramsoft Systems, Southfield, MI	35.98

The contractors will provide temporary services in support of a variety of IT projects, although the largest activity will be in support of software application development.

15 Unit Administrative Information Technology Services (AITS)

Item Student Document Imaging Software, including maintenance and support for one year, with up to 9 one-year options for additional products, services, and support, subject to availability of funds, continuing need and satisfactory performance, with the Comptroller authorized to exercise such options.

Cost \$436,000 f.o.b. delivered (estimate)

Vendor Software Systems of Delaware, New Castle, DE

A competitive RFP process for the required document imaging software

was issued in compliance with the Illinois Procurement Code. Only one viable response to the RFP was received and evaluated.

A University-wide committee analyzed options for purchasing student document imaging software that would facilitate and improve the University student application and admission process and reduce the large volume of paper documents processed by Chicago, Springfield, and Urbana campus units. The goal is to have the system operational in the fall of 2006.

Based on the technical and functional criteria specified in the RFP, the recommended vendor meets or exceeds all critical specifications and additionally offers a solution that is compatible with the University's existing student system provided within the SCT Banner application. Implementing this document imaging software will allow units to capture data from high volume processes and have that data fed seamlessly into the University's enterprise computing environment where it can be used by other staff within the unit or across the campus. The implementation of this system will result in savings in cost and efficiency while at the same time providing expeditious service with appropriate document security and storage.

The estimated expenditures include software, maintenance, and training.

16 Unit Decision Support

Item Maintenance on Business Objects software for the period July 1, 2006 through June 30, 2007 with the option to renew for four additional one year periods with pricing not to exceed a 5% increase over the immediately preceding year's maintenance, subject to availability of funds, continuing need and satisfactory performance, with the Comptroller authorized to exercise such option.

Cost \$312,116

Vendor Business Objects America, San Jose, CA

A competitive Request for Proposal Process in FY2003 served as the basis for selecting Business Objects as the University's business intelligence software.

This purchase is a sole source because no alternative provider can provide maintenance services to our existing proprietary Business Objects software code.

An evaluation of the costs indicates that the maintenance fees are reasonable.

17 Unit University-wide

Item Chemical and hazardous waste disposal services for the Chicago, Springfield, and Urbana-Champaign campuses for the period of July 1, 2006 through June 30, 2007 with the option to renew for four additional one year periods through June 30, 2011, with prices firm for the first two option periods, not to exceed 2% in the third option period, and 3% in the fourth option period, subject to the availability of funds, continuing need and satisfactory performance, with the Comptroller authorized to exercise such option.

Cost \$ 286,316 f.o.b. disposal site (estimated)

Vendor Teris, LLC, El Dorado, AR

The award evaluation was based on a total point assessment that considered technical merits (credentials, experience, references, financial stability) as well as price.

<u>Proposals Received</u>	<u>Point Summary of Proposals</u> (Maximum score of 1000)
Teris, LLC, El Dorado, AR	918
Onyx, E. Chicago, IN	808
EQ Industries, Ypsilanti, MI	586.5
Heritage, Indianapolis, IN	383

Competitive bidding procedures were followed in accordance with the Illinois Procurement Code. Five responses were received and evaluated; one proposal did not meet specifications which precluded waste disposal at landfill and/or fuel blending sites. An evaluation committee comprised of representatives from all three campuses identified Teris, LLC, as the firm which could provide the best service at the most economical price.

The award will establish a source for chemical and hazardous waste disposal services to be provided on an as requested basis.

18 Unit University-wide

Item Electrical supplies for maintenance, repair, and operations for Chicago, Springfield, and Urbana-Champaign campuses, to be purchased as required for the period July 1, 2006 through June 30, 2007 with the option to renew for two additional two-year periods through June 30, 2011, subject to availability of funds, continuing need and satisfactory performance, with the Comptroller authorized to exercise such option

Cost \$2,000,000 – f.o.b. delivered (estimated)

Vendor Englewood Electrical Supply Co., Glenview, IL

The award evaluation was based on a total points assessment that considered technical merits (including service coverage area, quote generation and reporting capabilities, and financial stability) as well as price.

<u>Proposals Received</u>	<u>Point Summary of Proposals</u> (Maximum score of 1000)
Englewood Electrical Supply Co. with W.W. Grainger, Glenview, IL	974
Graybar Electric Co., Inc., East Peoria, IL	874
Springfield Electric Supply Co., Champaign, IL	866
Production Distribution Companies, Alsip, IL	587

Competitive bidding procedures were followed in accordance with the Illinois Procurement Code. Four responses were received. An evaluation committee comprised of representatives from all three campuses recommended Englewood Electrical Supply Company.

This award is to purchase storeroom and miscellaneous electrical supplies as required by the electricians and associated facilities and services technicians.

CHANGE ORDERS RECOMMENDED

Chicago Campus

1 Unit	College of Medicine/CampusCare
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Item	Change order to existing contract for Vision, Dental, Life and Accidental Death and Dismemberment insurance for the Student Health Plan for
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the Chicago, Peoria and Rockford campuses during the period from August 1, 2004 through July 31, 2007 with the University having the option to renew for two additional one year periods at the same prices, terms and conditions based upon satisfactory performance, continuing need and availability of funds with the Comptroller authorized to exercise such options.

Cost \$97,200 (estimated)

	Original amount (estimated)	Change order (estimated)	New total (estimated)
FY06	\$236,192	\$ 48,600	\$ 297,600
FY07	236,192	48,600	297,600

Vendor Ocean Consulting Group, a subsidiary of Cost Containment Group, Dallas, TX

In August 2004, the Director of Purchasing approved a contract with Ocean Consulting Group, formerly known as National Accident Insurance Consulting (NAIC), to cover students at the Chicago, Rockford and Peoria Campuses for Vision, Dental Life and Accidental Death and Dismemberment under the CampusCare program. The award was made to Ocean Consulting Group. Competitive bidding procedures were followed in accordance with the Illinois Procurement Code.

Expenditures were originally estimated at \$236,192 annually for Fiscal year 2006 and 2007. This increase of \$97,200 is necessary so that CampusCare may continue to provide uninterrupted coverage to its students and dependents. The change order is being requested because of the success of the program, which caused an increase in the number of students and dependents in the program.

The estimated expenditure is calculated by multiplying the quoted monthly per person fee times the number of months times the number of students and dependents participating in the health care program for the fall, spring and summer sessions. Actual expenditures will vary depending upon the actual number of students and dependents enrolled in the program.

2 Unit Hospital Pathology Laboratories

Item Change order to existing contract for courier services during the period May 12, 2006 through June 30, 2007 subject to continuing need, satisfactory performance and availability of funds, with the Comptroller authorized to exercise such option. The courier services include the

pick-up of laboratory specimens at designated locations throughout the State of Illinois and delivery to Pathology Laboratories' Outreach Reference Laboratory Services (ORLS).

Cost \$565,296 (estimated)

	Original amount (estimated)	Change order (estimated)	New total (estimated)
FY06	\$413,200	\$158,000	\$571,200
FY07	426,835	407,296	834,133

Vendor MedSpeed LLC, Elmhurst, IL

In June, 2004, the Director of Purchasing approved a contract with MedSpeed LLC to provide courier services for Fiscal Year 2005, with options to renew for four additional one year periods through June 30, 2009. Competitive bidding procedures were followed in accordance with the Illinois Procurement Code.

Expenditures were originally estimated at \$260,000 annually with an annual increase not to exceed the lower of 3.3% or the percent change in the CPI. A change order was approved in March, 2005 for an additional \$153,200 for the balance of Fiscal Year 2005 to a total of \$413,200 due to an increase in the number of clients serviced by ORLS.

The University exercised its first option to renew MedSpeed LLC's contract for Fiscal Year 2006 for an estimated cost of \$413,200. Due to the continued steady and rapid growth of ORLS, that amount is insufficient to cover payment expected through the end of FY06. An increase of \$158,000 is necessary for the balance of Fiscal Year 2006 so that ORLS may continue to provide uninterrupted clinical testing services to its customers.

A new contract effective May 1, 2006 with the State of Illinois Prison System will add another 23 prison sites (to a total of 40), which will require an increase of approximately \$407,296 for Fiscal Year 2007. The estimated amount for Fiscal Year 2007 includes an anticipated 3.3% CPI increase.

3 Unit College of Medicine Pulmonary, Critical Care and Sleep Medicine

Item Change Order to increase expenditures for temporary personnel to be provided on an as-needed basis for the period May, 2006 through June 30, 2007 with the option to renew for two additional one year periods at the same terms and conditions based upon continuing need, satisfactory performance, and availability of funds, with the Comptroller

authorized to exercise such options.

Cost \$314,350 (estimated)

	Original amount (estimated)	Change order (estimated)	New total (estimated)
FY06	\$190,000	\$ 60,000	\$250,000
FY07	190,000	254,350	444,350

Vendor ASN, Inc., Westmont, IL

In August, 2005, the Director of Purchasing approved expenditures with ASN, Inc. to provide temporary staffing for research sleep studies performed in the General Clinical Research Center (GCRC) for the period of September 1, 2005 through June 30, 2007, with options to renew for two additional one year periods through June 30, 2009. Competitive bidding procedures were followed in accordance with the requirements of the Illinois Procurement Code. Expenditures were originally estimated at an aggregate amount of \$190,000 annually.

The need for temporary staffing arose because three researchers had multiple grants and/or clinical trial studies that could not be adequately covered with existing personnel. Since the initial award was made, several additional grants were received for sleep research services, and the Hospital requested that the Department of Medicine assume complete control of the clinical sleep lab, placing an additional burden on existing personnel.

An increase of \$60,000 is necessary for the balance of FY06, as well as an increase of \$254,350 for the first several months of FY07 so that Sleep Labs can continue to meet demands for both research projects as well as clinical treatment of patients with sleep disorders.

SUMMARY OF PURCHASES (Rounded to nearest dollar)	
Chicago Campus	\$40,871,853
Urbana-Champaign Campus	15,067,035
University Administration	5,434,432
Recommended from Institutional Funds	
Grand Total	\$61,373,320
SUMMARY OF CHANGE ORDERS	

Chicago Campus	\$976,846
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