

ROLL CALL

PURCHASE, CHANGE ORDER, AND RENEWAL RECOMMENDATIONS

The "Purchase, Change Order, and Renewal 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 Directors of Purchases have proposed and the Vice President and Chief Financial Officer recommends the following purchases, change orders, and renewals. 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

Urbana-Champaign Campus

1 Unit Abbott Power Plant

Item Insulation services for the period July 1, 2008 through June 30, 2009 with the option to renew for two additional one year periods at an increase not to exceed 10% for option period one and 15% for option period two. All renewals are subject to continuing need, availability of funds, satisfactory performance, and Board of Trustees' approval.

Cost \$469,000 (estimated)

Renewal options:

FY10 \$515,900 est.

FY11 \$593,285 est.

Vendor Sprinkmann Insulation, Inc., Peoria, IL

| <u>Bids Received</u> | <u>Total Estimated Cost</u> |
|---|-----------------------------|
| Sprinkmann Insulation, Inc., Peoria, IL | \$469,000 |
| Atlantic Insulation, Providence, RI | \$531,063 |
| Champaign A & K Insulation, Champaign, IL | \$534,522 |
| Hi-Temp Refractories, Darlington, IN | \$578,531 |
| Central Mechanical Insulation, St. Peters, MO | \$653,141 |

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

The insulation will be used for hot (steam and hot water) and cold pipes (equipment cooling water and chilled water) at Abbott, the chilled water plants, or utilities distribution system, on an as needed basis.

2 Unit Campus Information Technologies and Educational Services (CITES)

Item Switching and routing equipment for a network core for a Gigabit Ethernet Backbone

Cost \$1,493,876 (estimated)

Vendor Foundry Networks, Inc., Santa Clara, CA

| <u>Proposals Received</u> | <u>Point Summary of Proposals</u> (Maximum Score of 10,000) |
|--|--|
| Foundry Networks, Inc., Santa Clara, CA | 7,812 |
| AT&T, Inc., Springfield, IL | 7,005 |
| Network Hardware Resale, Santa Barbara, CA | 6,621 |

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

This equipment will be used to provide the main transport for all campus IP

and Ethernet network traffic, for both production and specialized research applications.

3 Unit Campus Information Technologies and Educational Services (CITES)

Item Telecommunications Modernization Strategy – Phase III, for a comprehensive campus-wide telecommunications equipment/technology platform

Cost \$800,000 (estimated)

Vendors Consolidated Communications, Mattoon, IL - \$400,000
 NEC Unified Solutions, Itasca, IL - \$400,000

A multi-step review process and RFP have been conducted during the past year to review the campus’ current Centrex-based voice system and pre-qualify potential vendors to solicit time lines, technical documentation and pricing for telecommunications equipment and technology platforms for a campus-wide telecommunications upgrade, including information on elements such as electronics, software, telephone sets and interfaces to major sub-systems such as call management and voice mail. Competitive procedures were followed in accordance with the Illinois Procurement Code.

In Phase I, five vendors met the pre-qualification requirements and submitted compliant responses.

During Phase II, each vendor submitted responses, participated in a four hour on-site Technical and Financial Review, and provided clarifications as required. Based on these clarifications, updated capital life cycle operating cost models for each configuration alternative to be considered were developed. This resulted in three viable vendor proposals for the Voice Over Internet Protocol Private Branch Exchange configuration alternatives.

| <u>Proposals Received</u> | <u>Point Summary of Proposals</u> (Maximum Score of 1,000) |
|-----------------------------|---|
| NEC Unified Solutions | 784 |
| Consolidated Communications | 692 |
| Shared Technology | 664 |

NEC and Consolidated Communications are recommended to advance to

the final voice network design and negotiate a master purchase contract for Phase III of the project. The cost of work done for this limited contract will be credited against the system purchase price for the winning vendor. The campus will own both final designs.

4 Unit McKinley Health Center

Item Radiology services for the period July 1, 2008 through June 30, 2009 with the option to renew for five additional one year periods at an increase not to exceed 3.5% for each renewal period. All renewals are subject to continuing need, availability of funds, satisfactory performance, and Board of Trustees' approval.

Cost \$140,000 (estimated)

Renewal Options:

| | |
|---------|-----------------------|
| FY 2010 | \$144,900 (estimated) |
| FY 2011 | \$150,000 (estimated) |
| FY 2012 | \$155,200 (estimated) |
| FY 2013 | \$160,650 (estimated) |
| FY 2014 | \$166,275 (estimated) |

Vendor Christie Clinic PC, Champaign, IL

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

Radiology services include daily onsite interpretations of x-rays and various special ultrasound procedures that will be performed at the McKinley Health Center.

5 Unit Division of Intercollegiate Athletics

Item Labor and materials for the removal and replacement of the artificial turf at Zupke Memorial Stadium

Cost \$622,729

Vendor Field Turf Tarkett, Pearland, TX

| | |
|---------------------------------|-------------------|
| <u>Bids Received</u> | <u>Total Cost</u> |
| Field Turf Tarkett, Pearland TX | \$622,729 |

General Sports Venue (Astro Turf), Raleigh, NC \$660,324

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

The existing turf has considerable wear due to the remodeling of the stadium. In addition, the warranty period is expiring. The recommended vendor is able to meet the University's required installation date for the 2008-2009 football season.

6 Unit Housing

Item Housing Management System including hardware, software, installation, training, and three year maintenance renewal options. All renewals are subject to continuing need, availability of funds, satisfactory performance, and Board of Trustees' approval.

Cost \$414,800 (estimated)

Renewal Options:

FY10 \$73,314 maintenance

FY11 \$73,314 maintenance

FY12 \$76,979 maintenance

Vendor StarRez, Greenwood Village, CO

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

The Housing Management System will provide a web-based housing management system for residence halls and apartment facilities, students, guests and conference groups.

7 Unit Housing

Item Cable Broadcast and Internet Broadband services for the period July 1, 2008 through June 30, 2011 with the option to renew for one additional three year period and two additional two year periods. All renewals are subject to continuing need, availability of funds, satisfactory performance, and Board of Trustees' approval.

Cost \$2,247,840 (estimated)

Section 1 - \$1,654,560

Section 2 - \$ 593,280

Renewal Options:

FY12-FY14 \$2,517,594 est.

FY15-FY16 \$1,846,235 est.

FY17-FY18 \$1,938,548 est.

Vendor Comcast of Illinois/Indiana/Ohio, LLC, Urbana, IL

Proposals Received

Point Summary of Proposals

| <u>Proposals Received</u> | <u>Point Summary of Proposals</u> |
|----------------------------------|-----------------------------------|
| Section 1: Cable Broadcast | Maximum Score of 1,000 |
| Comcast, Urbana, IL | 880 |
| Campus TeleVideo, Greenwich, CT | 760 |
| Pavlov Media, Champaign, IL | 670 |
| Good Vibes, Champaign, IL | 640 |
| College Cable, Nicholasville, KY | 635 |

| | |
|----------------------------------|----------------------|
| Section 2: Internet Broadband | Maximum Score of 850 |
| Comcast, Urbana, IL | 740 |
| College Cable, Nicholasville, KY | 620 |
| Pavlov Media, Champaign, IL | 545 |
| Good Vibes, Champaign, IL | 315 |

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

The Cable Broadcast service will be used in each campus residence hall room and apartment. The Internet Broadband will be used at Ashton Woods and Orchard Downs apartments.

8 Unit Chemical Sciences

Item Design, consulting services and fabrication for a Micro-Electromechanical Systems Based Toxic Gas Sensor

Cost \$993,872 (estimated)

Vendor CBANA Labs, Champaign, IL

Competitive bidding procedures were followed in accordance with the

Illinois Procurement Code.

These miniature gas chromatographs will be used to detect and analyze toxic gas and fumes for use by civilians and the military.

Funds for this equipment are available from a grant from the Department of Defense.

9 Unit Chemical Sciences

Item Optical Frequency Comb Synthesizer System

Cost \$240,000

Vendor Menlo Systems, Inc., Cambridge, MA

This purchase is a sole source because the system is patented and Menlo Systems, Inc. is the only manufacturer.

The specialized optical instrument will enable researchers to measure the wave lengths at which molecular ions absorb with very high accuracy and precision to enable astronomical observations of the ions using both ground based and space based telescopes. This will facilitate a better understanding of the chemistry in clouds of gas and dust in between stars, and in regions where stars and planetary systems are forming. Ultimately, this may shed light on the processes and mechanisms responsible for star and planet formation.

Funds for this equipment are available from a grant from NASA.

The price is considered reasonable and acceptable.

10 Unit Executive MBA Program

Item Hotel accommodations for 2008 Fall, 2009 Spring and Summer semesters for approximately 112 Executive MBA students

Cost \$490,400 (estimated)

Vendor Club Quarters, Central Loop, Chicago, IL

This purchase is a sole source because it is the only hotel within walking distance to the Executive MBA course location at the Illini Center with the required amount of rooms available on the required program dates.

This purchase will allow students to stay at a hotel within walking distance to their classes at an average cost that is approximately 30% less than surrounding hotels.

The price is considered reasonable and acceptable.

11 Unit National Center for Supercomputing Applications (NCSA)

Item 256 Core SGI Altix Computer System

Cost \$2,249,302 (estimated)

Vendor James River Technical, Glen Allen, VA

This purchase is a sole source because James River Technical is the only authorized distributor for Silicon Graphics who is the only manufacturer of mass storage and shared memory multi-processor computing systems that provide the operational compatibility essential for use with existing NCSA applications and equipment configurations.

The 256 Core SGI Altix computer system will increase the capacity of NCSA's Cobalt system by 25%, to address increased user demand and provide a seamless expansion of the computational and tape storage capacity.

A discount of 65%, resulting in a savings of \$4,173,333, has been negotiated.

This price is considered reasonable and acceptable.

12 Unit Office of the Provost

Item Executive recruiting firm to assist in the search for a Dean of the College of Law

Cost \$117,000 (estimated)

Vendor Greenwood and Associates, Miramar Beach, FL

| <u>Proposals Received</u> | <u>Point Summary of Proposals</u> (Maximum Score of 400) |
|---|---|
| Greenwood and Associates, Miramar Beach, FL | 340 |
| William Funk and Company, Dallas, TX | 297 |
| Isaacson Miller, Boston, MA | 292 |
| McNaughton Associates, Riverside, CA | 204 |

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

Services will include meeting with University personnel to determine qualifications required and help develop position specifications, maintain records, develop and recruit a candidate pool, evaluate candidates, conduct preliminary candidate interviews and check references, provide list of prospective candidates, assist in arranging interviews with finalists and notify those involved of the outcome of the search.

Chicago Campus

13 Unit Department of Medicine, Nephrology

Item Estimated quantities of peritoneal dialysis supplies for the period May 23, 2008 through June 30, 2009 with the option to renew for three additional one year periods. All renewals are subject to continuing need, availability of funds, satisfactory performance, and Board of Trustees' approval.

Cost \$738,283 (estimated)

Renewal Options:
\$553,712 est. per year for FY10 through FY12

Vendor Baxter Healthcare, McGraw Park, IL

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

The peritoneal dialysis supplies will be used by ambulatory patients to perform dialysis procedures at home using a peritoneal dialysis cyclor instead

of a hemodialysis machine in a clinical setting.

14 Unit Hospital, Information Technology Services

Item Professional support and consulting services for the Cerner Patient Care System and Millennium Electronic Medical Record System for the period July 1, 2008 through June 30, 2009.

Cost \$818,928 (estimated)

Vendor Cerner Corporation, Kansas City, MO

This purchase is a sole source because Cerner Corporation developed the proprietary systems and is the only vendor who can provide support for these systems.

On May 11, 1995 the Board of Trustees approved the purchase of a proprietary patient care system from Cerner Corporation, which enabled the Hospital to migrate from a mainframe based legacy system to a client server platform. On May 23, 2001 the Board approved a contract with Cerner that provided access to all of Cerner's healthcare-related software products. On May 15, 2003 the Board approved a contract for FY04 and FY05, with the options to renew for FY05 through FY08 for consulting services to support the complex business processes of the Medical Center.

It is imperative to continue the high level of valuable consulting expertise for this mission critical system, to manage changes, enhancements, and expanded usage with existing integrated products. Other consulting priorities include the automation of the Operating Room workflow; enhanced utilization of software for critical care documentation; support for monitoring performance and response time using the "Lights On" toolset; and for support of existing software issue escalation and troubleshooting.

The price is considered reasonable and acceptable.

15 Unit Hospital Pharmacy Services

Item Estimated quantities of therapeutic delivery systems consisting of mechanical ventilator, cylinder, calibration gases, injector modules, flowmeter kit, and tubing for the delivery of nitric oxide.

Cost \$275,000 (estimated)

Vendor INO Therapeutics, Inc., Clinton, NJ

This purchase is a sole source because the system is FDA approved, patented, and INO Therapeutics, Inc. is the only manufacturer and distributor.

Nitric oxide, (pharmaceutical vasodilator) in conjunction with ventilatory support is used for the treatment of term and near term (34 weeks and older) neonates with hypoxic respiratory failure. This is associated with clinical or echocardiographic evidence of pulmonary hypertension (high blood pressure in the lungs).

The price is considered reasonable and acceptable.

University Administration

16 Unit Risk Management

Item Brokerage services for placement of Medical Professional Liability Insurance for the period July 1, 2008 through June 30, 2011 with the option to renew for two additional one year periods. Price increases for option period one is not to exceed 7.5%, and pricing will remain firm for the section option period.

Cost \$313,500 (estimated)
\$104,500 (estimated) per year for FY09 through FY11

Renewal Options:
\$112, 337 (estimated) per year for FY12 and FY13

Vendor AON Healthcare, Chicago, IL

Proposals Received

Point Summary of Proposals
(Maximum Score of 200)

| | |
|-----------------------------|-----|
| AON Healthcare, Chicago, IL | 187 |
| INTEGRO, Chicago, IL | 179 |
| Gallagher, Itasca, IL | 173 |
| Marsh, Chicago, IL | 169 |

Competitive bidding procedures were followed in accordance with the

Illinois Procurement Code.

Services will include preparing underwriting information, identifying the viable insurance markets, assisting in selecting the best program of insurance available, responding to University inquiries, facilitating claims processing, reviewing policies, preparing an annual report, and keeping the University informed of market issues.

CHANGE ORDERS RECOMMENDED

Urbana-Champaign Campus

1 Unit University-wide departments

Item Change Order to increase the existing contract for proprietary chemical, biochemical, chromatography and other existing products for research and development for the renewal option FY09.

Cost \$1,012,196 (estimated)

| Original Amount (estimated) | Change Order (estimated) | New Total (estimated) |
|--------------------------------|-----------------------------|--------------------------|
| \$987,804 | \$1,012,196 | \$2,000,000 |

Vendor Sigma-Aldrich, Inc., St. Louis, MO

On September 12, 2002 the Board of Trustees approved a contract with Sigma-Aldrich, Inc. to provide proprietary chemical, biochemical, chromatography and other products for research, development, and similar applications. Sigma Aldrich, Inc. is the only supplier of these proprietary chemicals and related products due to the unique nature of the chemicals, which are essential to insure compatibility and uniformity of research. Sole source requirements were followed in accordance with the Illinois Procurement Code.

The term of the original contract was for an estimated \$987,804 per year for the period of October 1, 2002 through June 30, 2005 with options to renew for seven additional one year periods through June 30, 2012.

Due to an increase in the University-wide usage of research chemicals and chromatography supplies, it is necessary to increase the annual expenditure for renewal option FY09.

2 Unit Campus Information Technologies and Educational Services (CITES)

Item Change order to increase the existing contract for various models and quantities of Extron audio visual equipment for the renewal options FY09 through FY13. All renewals are subject to continuing need, availability of funds, satisfactory performance, and Board of Trustees' approval.

Cost \$1,750,000 (estimated)

| | Original Amount (estimated) | Change Order (estimated) | New Total (estimated) |
|------|--------------------------------|-----------------------------|--------------------------|
| FY09 | \$400,000 | \$350,000 | \$750,000 |
| FY10 | \$400,000 | \$350,000 | \$750,000 |
| FY11 | \$400,000 | \$350,000 | \$750,000 |
| FY12 | \$400,000 | \$350,000 | \$750,000 |
| FY13 | \$400,000 | \$350,000 | \$750,000 |

Vendor United Visual Aids, Inc., Itasca, IL

On March 26, 2008 the Board of Trustees approved a contract with United Visual Aids, Inc., to provide various configurations of mounting plates, computer interfaces, fiber optic and twisted pair equipment for signal transportation. The award was based upon a competitive bid in accordance with the requirements of the Illinois Procurement Code.

The term of the original contract was April 1, 2008 through June 30, 2009 with the option to renew for four additional one year periods at the same terms and conditions.

The original recommendation contained an erroneous annual amount of \$400,000. As a result, this change order is being requested to increase the amount of the annual award by \$350,000 per fiscal year to accommodate the original requirements.

Chicago Campus

3 Unit Radiology Department

Item Change order to increase the existing contract for estimated quantities of stents and coils for FY08 through FY10.

Cost \$150,000 (estimated)

| | Original Amount <u>(estimated)</u> | Change Order <u>(estimated)</u> | New Total <u>(estimated)</u> |
|------|---------------------------------------|------------------------------------|---------------------------------|
| FY08 | \$350,000 | \$50,000 | \$400,000 |
| FY09 | \$350,000 | \$50,000 | \$400,000 |
| FY10 | \$350,000 | \$50,000 | \$400,000 |

Vendor Johnson & Johnson, Inc., Piscataway, NJ

In August 2007 the Director of Purchases approved a contract with Johnson & Johnson to provide stents and coils for the treatment of cerebral aneurysms. Johnson and Johnson is the only manufacturer of the coils approved by the FDA. Sole source requirements were followed in accordance with the Illinois Procurement Code.

The term of the original contract was for an estimated \$180,000 per year for the period July 1, 2007 through June 30, 2010. On January 25, 2008 the Board approved an increase of \$170,000 per year for a new total of \$350,000 per year for FY08 through FY10 because of an increased usage of the cordis coils. An additional increase of \$50,000 per year for a new total of \$400,000 is required for FY08 through FY10 due to increased demand for the products.

4 Unit Hospital Pathology Services

Item Change order to increase the existing contract for estimated quantities of human blood and blood components, including all necessary screening and testing for FY08 and one month of FY09.

Cost \$500,000 (estimated)

| | | |
|--|---|--|
| Original Amount <u>(estimated)</u> \$1,704,066 | Change Order <u>(estimated)</u> \$650,000 | New Total <u>(estimated)</u> \$2,354,066 |
|--|---|--|

Vendor American Red Cross, Chicago, IL

On March 13, 2007 the Board of Trustees approved a dual award for FY08 to the American Red Cross and LifeSource Blood Services in order to assure an adequate supply of blood. Competitive bidding procedures were followed in accordance with the Illinois Procurement Code.

This increase is required due to the increased demand for blood supplies resulting from an increase in transplant procedures at the Medical Center and to cover one month of FY09. The FY09 requirements will be presented at the July board meeting. This increase in procedures has resulted from a recent change in transplant protocol that now allows ABO incompatible kidneys to be transplanted. In addition, blood supplies to support patients at the Walter Payton Liver Center have also increased.

When the need for blood or blood components arises, the lowest bidder for that specific item is contacted first. If the low bidder is not able to meet our requirements, the second bidder is contacted. The American Red Cross currently supplies 60% of the blood that is being used. Since we have been purchasing less from LifeSource, they do not require an increase in expenditure. These blood and blood supplies will be rebid for FY09.

5 Unit Hospital Materials Management

Item Change order to increase the contract for estimated quantities of hemodialysis catheters, peripherally inserted central catheters, lines and ports for FY08 and FY09.

Cost \$300,000 (estimated)

| | | |
|---------------------------------------|------------------------------------|---------------------------------|
| Original Amount <u>(estimated)</u> | Change Order <u>(estimated)</u> | New Total <u>(estimated)</u> |
| FY08 \$ 65,000 | \$100,000 | \$165,000 |
| FY09 \$130,000 | \$200,000 | \$330,000 |

Vendor AngioDynamics, Inc, Queensbury, NY

In December 2007 the Director of Purchases approved a contract with AngioDynamics, Inc., to provide hemodialysis catheters, peripherally inserted central catheters, lines and ports for patients at the Medical Center. AngioDynamics, Inc. is the only manufacturer of these proprietary supplies. Sole source requirements were followed in accordance with the Illinois Procurement Code.

The term of the original contract was for the period December 20, 2007 through June 30, 2009.

The increase is required due to increased procedures which utilize the products in the operating rooms and lab.

6 Unit Facilities Planning and Programs

Item Change order to increase the existing contract for Water Treatment Program laboratory services and supplies for the West and East Campus Utility Centers for the renewal options FY08 and FY09.

Cost \$244,460 (estimated)

| Original Amount <u>(estimated)</u> | Change Order <u>(estimated)</u> | New Total <u>(estimated)</u> |
|---------------------------------------|------------------------------------|---------------------------------|
| FY08 \$405,600 | \$122,230 | \$527,970 |
| FY09 \$409,500 | \$122,230 | \$531,730 |

Vendor PCS Industries, Crestwood, IL

In August 2005 the Director of Purchases approved a contract with PCS Industries to provide the required treatment of the heating, cooling and electrical generating equipment's liquid and steam systems within the East and West Campus Utility Centers, as well as the distribution systems to and from each building served by the Utility Centers. Competitive bidding procedures were followed in accordance with the Illinois Procurement Code.

The term of the original contract was for FY06 with the option to renew for three additional one year periods through June 30, 2009.

In May 2007 the Director of Purchases approved a change order with PCS Industries to increase the estimated expenditure by \$49,975 for FY07 due to additional service and supplies that were required to maintain the integrity and efficacy of the water treatment program. During FY08, South Campus

Mixed Use Development buildings and the remainder of west campus buildings that previously ran on their own systems were connected to the Utility Center. Additionally, existing chilled water lines containing stagnant water were valved into the system causing significant system flushing.

An increase is required to accommodate the additional chemical usage, treatment of increased condenser water utilization, and make-up water for additional chemical treatment for the buildings that were added to the program.

7 Unit Research Resources Center

Item Change order to increase the existing contract for estimated quantities of life science products for FY09.

Cost \$339,000 (estimated)

Vendor Invitrogen Corp., Carlsbad, CA

| <u>Original Amount</u> <u>(estimated)</u> | <u>Change Order</u> <u>(estimated)</u> | <u>New Total</u> <u>(estimated)</u> |
|--|---|--|
| \$195,000 | \$339,000 | \$534,000 |

In July 2007 the Director of Purchases approved a contract with Invitrogen Corp. to provide laboratory supplies. Competitive bidding procedures were followed in accordance with the Illinois Procurement Code.

The term of the original contract was for FY07 with the option to renew for two additional one year periods through June 30, 2009.

An increase is required to replace supplies lost in the fire at the College of Pharmacy building, plus increased usage by departments.

8 Unit Medical Center

Item Change order to increase the existing contracts for financial healthcare consulting services for the period July 1, 2008 through November 30, 2008.

Cost \$700,000 (estimated)

| Original Amount (estimated) | Change Order (estimated) | New Total (estimated) |
|--------------------------------|-----------------------------|--------------------------|
| \$2,000,000 | \$700,000 | \$2,700,000 |

| | | |
|---------|--|-----------|
| Vendors | Bearing Point, Inc., Chicago, IL | \$100,000 |
| | Deloitte & Touche LLP, Chicago, IL | \$100,000 |
| | Ernst & Young LLP, Chicago, IL | \$100,000 |
| | Kaufman, Hall & Associates, Inc., Northfield, IL | \$100,000 |
| | KPMG LLP, Chicago, IL | \$100,000 |
| | McKesson Information Solutions LLC, Alpharetta, GA | \$100,000 |
| | Precyse Solutions LLC, King of Prussia, PA | \$100,000 |

In December 2005 the Director of Purchases approved contracts with multiple vendors to provide financial healthcare consulting services. Competitive bidding procedures were followed in accordance with the Illinois Procurement Code.

The term of the original contracts were for FY05 with the option to renew for three additional one year periods through June 30, 2008.

These seven firms provide consulting services related to finance, decision support, health information management, patient accounts, and patient access services. To allow sufficient time for new services to be procured and to avoid interruption of services, a five month extension to the contracts is required.

9 Unit College of Applied Health Sciences

Item Change Order to increase the existing contract for online enrollment management for the period June 1, 2008 through June 30, 2009.

Cost \$1,456,721 (estimated)

| | Original Amount (estimated) | Change Order (estimated) | New Total (estimated) |
|------|--------------------------------|-----------------------------|--------------------------|
| FY08 | \$75,000 | \$438,035 | \$ 513,035 |
| FY09 | \$75,000 | \$973,686 | \$1,048,686 |

Vendor Compass Knowledge Group, LLC, Orlando, FL

In February 2008 the Director of Purchases approved a contract with

Compass Knowledge Group, LLC to launch an online Master of Science in Health Information, and post-master and post-baccalaureate certificate programs in Health Informatics. Competitive bidding procedures were followed in accordance with the Illinois Procurement Code.

The term of the original contract was for an estimated \$75,000 per year for the period June 1, 2008 through June 30, 2009 with the option to renew for one additional two year period and three additional one year periods.

The increase in compensation to the vendor is required due to the level of student participation for the first sessions this summer and anticipated enrollment for FY09 which have greatly surpassed original expectations. This increase in student enrollment is attributed to the marketing, recruitment and enrollment strategies of Compass Knowledge Group, LLC, whose compensation is based on tuition.

10 Unit Business Development, Managed Care Office

Item Change order to increase the existing contract for administrative and management fees for the Student Health Plan for the Chicago, Peoria and Rockford campuses, as well as commercial risk contracts for FY08 through July 31, 2009.

Cost \$915,000 (estimated)

Vendor Apex Healthcare, Inc., Bolingbrook, IL

| | Original Amount <u>(estimated)</u> | Change Order <u>(estimated)</u> | New Total <u>(estimated)</u> |
|------|---------------------------------------|------------------------------------|---------------------------------|
| FY08 | \$1,100,000 | \$285,000 | \$1,385,000 |
| FY09 | \$1,100,000 | \$630,000 | \$1,730,000 |

On June 17, 2004 the Board of Trustees approved a contract with Apex Healthcare, Inc., to provide administrative and management services for the Student Health Plan. Competitive bidding procedures were followed in accordance with the Illinois Procurement Code.

The term of the original contract was for an estimated \$1,100,000 per year for the period August 1, 2004 through July 31, 2009 with the option to renew for two additional one year periods at the same terms and conditions.

The increase in claim processing fees is necessary due to the recent volume of memberships in the existing Campus Care programs and other HMO contracts from Rush University Medical Center, Blue Cross Blue Shield, and Michael Reese Hospital.

11 Unit Department of Human Resources

Item Change Order to increase the existing contracts for temporary personnel on an as needed basis for the period July 1, 2008 through November 30, 2008.

Cost \$1,008,000 (estimated)

| Original Amount (estimated) | Change Order (estimated) | New Total (estimated) |
|--------------------------------|-----------------------------|--------------------------|
| \$1,923,000 | \$1,008,000 | \$2,931,000 |

| | | |
|---------|---|-----------|
| Vendors | Banner Personnel Service, Inc., Chicago, IL | \$ 84,000 |
| | Medical Staffing Network, N. Aurora, IL | \$ 84,000 |
| | Medix Staffing Solutions, Lombard, IL | \$ 50,000 |
| | Seville Staffing, Chicago, IL | \$ 40,000 |
| | Staffing Team, Chicago, IL | \$750,000 |

On May 15, 2003 the Board of Trustees approved contracts with multiple vendors to provide temporary personnel on an as needed basis. Competitive bidding procedures were followed in accordance with the Illinois Procurement Code.

The term of the original contracts were for the period July 1, 2003 through June 30, 2006 with the option to renew for two additional one year periods.

To allow sufficient time for new services to be procured and to avoid interruption of services, a five month extension to the contracts is required.

RENEWAL OPTIONS RECOMMENDED

Urbana-Champaign Campus

1 Unit Abbott Power Plant

Item Renewal option for parts for replacement and/or repair of Detroit Stoker coal

feeders and grates that are currently in operation on several coal boilers for FY09.

Cost \$275,000 (estimated)

Vendor Detroit Stoker Company, Monroe, MI

This will exercise the first of two renewal options to the purchase approved by the Board of Trustees on July 30, 2007 for an estimated \$250,000. This purchase is a sole source because the items are patented and compatible with existing equipment from the only manufacturer.

The existing coal feeders and grates were competitively bid and purchased in 2002. Due to normal wear and tear from boiler use, replacement parts were approved by the Board on July 30, 2007. It is critical that Abbott Power Plant continue to perform the needed repair or replacement activities. Some of the essential parts have up to an eight week lead-time and these repairs/replacements must be completed in advance of the high demand in fall and winter.

The \$25,000 increase from FY08 is estimated because the full extent of the necessary repair and replacement activities will not be known until disassembly of the feeders.

2 Unit Division of Intercollegiate Athletics

Item Renewal option for lodging and meals for nine Summer Sport Camps during the summer of 2008.

Cost \$525,000 (estimated)

Vendor Bromley Hall, Champaign, IL

This will exercise the renewal option to the purchase approved by the Board of Trustees on January 18, 2007 for an estimated \$500,000. Bromley Hall offered a renewal option in their original bid, but it was inadvertently omitted from the January Board purchase recommendation. The contract will be rebid for the 2009 Summer Camps.

The 6% increase for this renewal option is considered fair and reasonable due to the increase in food costs during the past year.

The Division of Intercollegiate Athletics sponsors nine summer sports camps for approximately 7,000 students 8 to 18 years of age. Bromley Hall was the only bidder to meet specifications to house and feed all summer sport camps at the same facility. Fees collected from the summer sports camp participants will cover the costs for providing lodging and meals.

3 Unit Police Training Institute

Item Renewal option for instructional services for Basic Correctional Officer Courses to fulfill the training requirements for county correctional officers throughout the State of Illinois for FY09.

Cost \$325,864 (estimated)

Vendor DuPage County Sheriff Department, Wheaton, IL

This will exercise the first of four renewal options to the purchase approved by the Board of Trustees on July 30, 2007 for an estimated \$283,360 for a partial year. This transaction for instructional services is exempt from the requirements of the Illinois Procurement Code as these services are procured from another governmental agency.

The Police Training Institute offers these 200 hour courses so that county correctional officers can meet the minimum requirements of the State Law Enforcement Standards and Training Board. These courses are also offered in Peoria and Springfield as well as Champaign as an “extension” course to accommodate counties in other areas of Illinois.

The fee charged for the course is established by the Illinois Law Enforcement Training and Standards Board in Springfield and is considered reasonable and acceptable. The cost of these services will be recovered through fees charged the recruits by the Police Training Institute.

4 Unit Campus Information Technologies and Educational Services (CITES)

Item Renewal option for audio visual and communications systems design and programming services for FY09.

Cost \$850,000 (estimated)

Waveguide Consulting, Atlanta, GA - \$350,000 est.
 Thorburn Associates, Castro Valley, CA - \$300,000 est.
 Shen, Milsom, and Wilke, Chicago, IL - \$200,000 est.

Vendors Waveguide Consulting, Atlanta, GA
 Thorburn Associates, Castro Valley, CA
 Shen, Milsom, and Wilke, Chicago, IL

This will exercise the first of five renewal options to the purchase approved by the Board of Trustees on July 30, 2007 for an estimated \$660,000. Competitive bidding procedures were followed in accordance with the Illinois Procurement Code.

The audio visual services are used to augment the internal capabilities of CITES Classroom Technologies for design services, documentation development, and programming services. These contracts are also used for development of campus standards for audio visual installation requirements and system design, as requested.

Multiple awards allow the University to utilize the expertise of each company: Waveguide for their ability to handle large, involved and sophisticated installations; Thorburn for small and medium projects to augment University designs; and Shen, Milsom and Wilke for their assistance with Chicago campus projects.

Chicago Campus

5 Unit Facilities Management

Item Renewal option for snow removal services for FY09.

Cost \$400,000 (estimated)

Vendor Total Property Management Maintenance and Engineering Services, (TPM) Monee, IL

This will exercise the first of three renewal options to the purchase approved by the Board of Trustees on September 6, 2007 for an estimated \$400,000. Competitive bidding procedures were followed in accordance with the Illinois Procurement Code.

TPM, a MAFBE certified vendor, will provide snow removal, equipment with operators, and materials for the Chicago Campus. The estimated expenditure is based upon historical weather data for snow fall. Actual expenditures may vary depending upon snow fall.

| SUMMARY OF PURCHASES | |
|--------------------------------------|--------------|
| (Rounded to nearest dollar) | |
| Urbana-Champaign Campus | \$10,278,819 |
| Chicago Campus | \$ 1,832,211 |
| University Administration | \$ 313,500 |
| Recommended from Institutional Funds | |
| Grand Total | \$12,424,530 |
| SUMMARY OF CHANGE ORDERS | |
| (Rounded to nearest dollar) | |
| Urbana-Champaign Campus | \$ 2,762,196 |
| Chicago Campus | \$ 5,763,181 |
| Recommended from Institutional Funds | |
| Grand Total | \$ 8,525,377 |
| SUMMARY OF RENEWALS | |
| (Rounded to nearest dollar) | |
| Urbana-Champaign Campus | \$ 1,975,864 |
| Chicago Campus | \$ 400,000 |
| Recommended from Institutional Funds | |
| Grand Total | \$ 2,375,864 |