Approved by the Board of Trustees

July 11, 2024

**25**

Board Meeting

July 11, 2024

ROLL CALL

PURCHASE RECOMMENDATIONS

Following are purchase recommendations proposed by each university and the System Office. The purchases are to be funded from State appropriations or institutional funds as appropriate. Unless otherwise specified or indicated, purchases are based on the lowest acceptable bid. The vice president/chief financial officer and comptroller has approved all purchases to be funded from State appropriations in accordance with the *Bylaws of the Board of Trustees* and the *General Rules Concerning University Organization and Procedure.*

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 president of the University of Illinois System concurs.

**PURCHASES RECOMMENDED**

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| |  | | --- | | **University of Illinois Chicago** | | | |
| 1 | Unit | UI Hospital and Clinics |
|  | Item | Purchase Computer Assisted Coding, Clinical Documentation Improvement, Computer Assisted Physician Documentation, and Quality Monitoring Software for UI Hospital and Clinics from September 1, 2024, through August 30, 2030, with two optional two-year renewal periods (total of ten years). |
|  | Cost | $6,410,040 (estimated) |
|  | Vendor | Solventum Health Information Systems, Inc. Murray, Utah |
|  |  | Sole Source procurement procedures were followed in accordance with the  Illinois Procurement Code, 30 ILCS 500/20-25. This purchase is a sole source because it is a software license/upgrade/maintenance, and no other source can meet the Hospital’s documented needs.  The University of Illinois Hospital and Clinics (Hospital) uses vendor software to support the work of its Health Information Management (HIM) and Clinical Documentation Improvement (CDI) Departments. The software modules include Computer Assisted Coding (CAC) (used to assign Diagnosis Related Groups and other codes to patient care and diagnoses that are required for billing) and CDI solutions that assist clinicians in accurately reflecting Case Mix Index (acuity), Severity of Illness and Risk of Mortality in their documentation. The software is fully integrated with the Hospital’s Epic Electronic Health Record. Additional modules support Quality and Safety initiatives by identifying key quality metrics such as Patient Safety Indicators and Hospital Acquired Conditions.  Solventum is currently the only vendor that offers CAC, CDI, and Computer Assisted Physician Documentation (CAPD) technology solutions on one integrated platform that interfaces with the Epic Electronic Health Record (EHR). Adding the CAPD solution will help providers improve real-time documentation and patient care. Additionally, the CAPD solution is built on Fluency Direct speech recognition technology, currently integrated with Epic and used by UI Health and Clinics providers.  **Business Enterprise Program (BEP) goals** are not established for sole sources per the requirements of the Illinois Procurement Code. However, Solventum does have a supplier diversity participation program. |
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| **University of Illinois Springfield** | | |
| 2 | Unit | UIS Utilities |
|  | Item | Purchase of utilities for the Springfield campus from July 1, 2024, through June 30, 2027. |
|  | Cost | $9,000,000 (estimated) |
|  | Vendor | City of Springfield, Illinois (City Water, Light and Power – CWLP) Springfield, IL |
|  |  | This purchase is an intergovernmental agreement exempt from the Illinois Procurement Code pursuant to section 30 ILCS 500/1-10 (b)(1).    The University of Illinois Springfield is required by statute to purchase utilities from City Water, Light, and Power, the City of Springfield’s public utility. The statute exempts municipal systems from offering alternative retail access to their customers in an effort to protect the City’s ability to recapture capital investment made on behalf of its residents.    The proposed pricing is considered reasonable and acceptable based upon the historical cost for these services, including previous approval for a 3-year term from July 1, 2024, to June 30, 2027. |
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|  |  | **RENEWAL OPTIONS RECOMMENDED** |
| |  | | --- | | **University of Illinois Urbana-Champaign** | | | |
| 3 | Unit | Division of Intercollegiate Athletics |
|  | Item | Renewal option for the purchase of nutritionally balanced meals, snacks, and beverages to student-athletes at the Varsity Room in Memorial Stadium from July 1, 2024, through June 30, 2027. |
|  | Cost | $6,300,000 (Estimated) |
|  | Vendor | Hendrick Dorms, Inc., dba Hendrick House & Betsy’s Bistro Urbana, IL |
|  |  | This will exercise all three renewal options with the original purchase approved by the Board of Trustees on July 22, 2021, for an estimated $5,300,000 from August 1, 2021 through June 30, 2024. This purchase is exempt from the usual selection process of the procurement code because the procurement expenditure is for events or activities paid for exclusively by revenues generated by the event or activity, gifts or donations for the event or activity, private grants, or any combination thereof, per 30 ILCS 500 / 1-13(b)(2).  The NCAA restrictions on providing meals to student-athletes were lifted in August 2014, allowing the University to provide unlimited meals and snacks in conjunction with student athletics participation. The rule, which applies to walk-ons and scholarship student-athletes, is an effort to meet the nutritional needs of all student-athletes.  The vendor has demonstrated satisfactory performance in fulfilling the terms and conditions of their contract. |
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|  |  | **CHANGE ORDER RECOMMENDED** |

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| **University of Illinois Urbana-Champaign** |

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| 4 | Unit | Division of Intercollegiate Athletics (DIA) |
|  | Item | Internal Travel Agency |
|  | Cost | $11,000,000 (Estimated)   |  |  |  |  | | --- | --- | --- | --- | | **Contract Term** | **Original Amount**  **(est.)** | **Change Order**  **(est.)** | **New Total**  **(est.)** | | 8/11/20 – 8/10/25 | $26,387,180.56 | $11,000,000 | $37,387,180.56 | |
|  | Vendor | Anthony Travel, LLC Dallas, TX |
|  |  | Competitive bidding procedures were followed in accordance with the Illinois Procurement Code.  On August 12, 2020, an award was executed with Anthony Travel, LLC, to provide comprehensive travel agency services and a dedicated full-time in-house representative(s) located on-site at DIA. Anthony Travel, LLC provides a complete travel management program, including a dedicated service representative, a high level of customer service, online reservation capabilities, and cost savings related to travel expenses.  Previously, some of the travel costs were paid outside of the contract, and these services were performed by internal staff and use of the University’s system online booking tool. This arrangement aggregates more of the travel costs into one centralized service. |
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| 5 | Unit | UIUC Campus Auxiliary Services |
|  | Item | Student Health Insurance |
|  | Cost | $25,000,000 (estimated) |
|  | Vendor | United Healthcare Services, Inc. St. Petersburg, FL |
|  |  | Competitive bidding procedures were followed in accordance with the Illinois Procurement Code. This is a change order to the Board of Trustees approval on July 22, 2021.  The vendor provides 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 premium collection. |
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| **SUMMARY OF PURCHASES** | |
| University of Illinois at Chicago | $ 6,410,040 |
| University of Illinois at Springfield | $ 9,000,000 |
| Recommended from Institutional Funds  Grand Total | $15,410,040 |
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| **SUMMARY OF RENEWALS** | |
| University of Illinois at Urbana-Champaign | $ 6,300,000 |
| Recommended from Institutional Funds  Grand Total | $ 6,300,000 |
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| **SUMMARY OF CHANGE ORDERS** | |
| University of Illinois at Urbana-Champaign | $ 11,000,000 |
| University of Illinois at Urbana-Champaign | $ 25,000,000 |
| Recommended from Institutional Funds  Grand Total | $ 36,000,000 |