AN ORDINANCE AUTHORIZING A CONTRACT TO ADMINSTER THE CTA'S SELF-INSURED PREFFERED PROVIDER ORGANIZATION (PPO) PROGRAMS

WHEREAS, The CTA has established as a priority the goal of reducing healthcare costs while improving the health of its employees and their dependents and is seeking a healthcare provider that will work in partnership with the Authority to accomplish this; and

WHEREAS, The CTA requires the services of a qualified vendor to administer its fully self-insured PPO programs; and

WHEREAS, Through the Chicago Public Schools Department of Procurement's public advertisement, the CTA, along with the City of Chicago, Board of Education of the City of Chicago, City Colleges of Chicago, Chicago Park District (collectively, "Agencies"), the CTA received five proposals to administer its PPO programs; and

WHEREAS, The proposal submitted by Cigna Health and Life Insurance Company was determined to be most advantageous to the Authority, now, therefore:

BE IT ORDAINED BY THE CHICAGO TRANSIT BOARD OF THE CHICAGO TRANSIT AUTHORITY:

SECTION 1. The Chairman, or his designee, is authorized to execute any documents necessary to effectuate the purpose of this ordinance and is authorized to enter into a contract with Cigna Health and Life Insurance Company for a period of three (3) years with two (2) one-year options for total estimated administrative fees not to exceed of sixteen million dollars (\$16,000,000.00) under Requisition No. B13OP03427A.

SECTION 2. This ordinance shall be in full force and effect from and after its passage.

APPROVED:

PASSED:

Chairman

Assistant Secretary

October 9, 2013

October 9, 2013