

EXECUTIVE SUMMARY

First Amendment to the Agreement and Renewal 15-038R – Employment/Income Verification and Unemployment Compensation Administrative and Cost Control Services

On February 18, 2015, Corporate Cost Control, Inc. d/b/a Corporate Cost Control, Inc. (CCC), was awarded a contract to provide Employment/Income Verification and Unemployment Compensation Administrative and Cost Control Services and has served as the designated agent of Record for Unemployment and Employment Verifications. The School Board of Broward County, Florida, (SBBC) staff works directly with CCC to assist with data collection and data verification for processing all unemployment compensation claims, decisions, appeals, and hearings for SBBC. SBBC staff will work directly with CCC to gather data for the purpose of providing necessary claimant separation details to appropriate state agencies. CCC will audit all unemployment benefit charge statements seeking corrections and adjustments to correct S813C's unemployment accounts. Under this contract, a new service is being provided by CCC to conduct income and employment verification services (www.cccverify.com) which allows for the employee, private, and public entities to request wage and employment information.

CCC has been providing Small/Minority/Women Business Enterprises (S/M/WBE) participation during its performance of services under this Agreement by using A.M. Gonzalez, a certified SBBC S/M/WBE, to provide unemployment hearing consulting services as set forth in their proposal; percentage of participation is twenty-four (24) percent. CCC will contribute \$500 annually for scholarships to minority students through the Broward Education Foundation.

The following information is historical district data on unemployment compensation:

Under the current contract 15-038R, the annual cost is \$18,000 per year for three (3) years the cost is \$54,000. This resulted in a cost savings of \$6,000 annually from the previous contract.

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| Annual Claims Experience | 2014 = 1014 |
| | 2015 = 1091 |
| | 2016 = 702 |
| Annual Number of Appeal Hearings | 2014 = 44 |
| | 2015 = 124 |
| | 2016 = 54 |
| Current Number of Active Employees: (full-time, part time, temporary, Substitutes, and student workers) | = 34,350 |
| Historical District Data on Annual Employment/Income Verification | 2014 = 6,185 |
| | 2015 = 6,740 |
| | 2016 = 7,356 |

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Financial Impact

* This contract started in late February, 2015 and the cost had to be pro-rated by four (4) months
\$18,000 /twelve (12) months = \$1,500/per month. \$1,500 x 4 months = \$6,000
Based upon twelve (12) month expenditure of \$18,000 x 3 years = \$54,000 + \$6,000 = **\$60,000**
\$60,000 + \$18,000 = \$78,000

| | |
|-----------------|---|
| * \$60,000 | (contract award amount) |
| \$48,000 | (total spend as of 12/08/17) |
| <u>4,500</u> | (to be billed for last quarter ending June 30, 2018) |
| \$54,000 | (total to be spent by June 30, 2018) |
| \$ 6,000 | (pro-rated amount for start of contract) |
| <u>\$18,000</u> | (annual cost per year needed for the next twelve (12) months) |
| \$78,000 | (total contract value) |