

# Board of Commissioners of Cook County

118 North Clark Street Chicago, IL

## **Legislation Text**

File #: 22-1121, Version: 1

#### PROPOSED CONTRACT

**Department(s):** Department of Revenue, Clerk of the Circuit Court, Cook County Health and Hospital Systems, State's Attorney's Office

#### Vendor:

AllianceOne Receivables Management, Inc., Trevose, Pennsylvania Pioneer Credit Recovery, Arcade, New York Harris & Harris Ltd. Chicago, Illinois Nationwide Credit and Collections, Oakbrook, Illinois

Request: Authorization for the Chief Procurement Officer to enter into and execute

Good(s) or Service(s): Debt Collection Services

Contract Value: Revenue Generating - Contingency Fee Based

Contract period: 2/17/2022 - 2/16/2027 with one (1), one-year renewal option

Potential Fiscal Year Budget Impact: Contingency Fee Based

**Accounts:** Various

#### **Contract Number(s):**

2053-18384A - AllianceOne Receivables Management, Inc.

2053-18384B - Pioneer Credit Recovery

2053-18384C - Harris & Harris Ltd.

2053-18384D - Nationwide Credit and Collections

#### **Concurrences:**

The vendors have met the Minority- and Women-owned Business Enterprise Ordinance via direct participation.

The Chief Procurement Officer concurs.

**Summary:** These contracts are for Countywide Debt Collection Services. The vendors will provide comprehensive debt collection services on behalf of the Cook County State's Attorney's Office on outstanding accounts classified as uncollectible by the Department of Revenue, Clerk of the Circuit Court, Cook County Health and Hospital Systems.

These contracts include three types of contingency fees: (1) Primary Accounts are new debt; (2) Secondary Accounts are old debt that has been transferred to the new servicer; (3) Litigation is debt that has been otherwise uncollectable and recovery necessitated litigation.

Contingency fees on collections are as follows:

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2053-18384A - AllianceOne Receivables Management, Inc.

(Revenue): Primary Accounts (14.99%), Secondary Accounts (14.99%) Litigation (14.99%)

(Clerk): Primary (14.75%,) Secondary Accounts (14.75%) Litigation (14.75%)

2053-18384B - Pioneer Credit Recovery

(Revenue): Primary Accounts (14.50%), Secondary Accounts (21.90%) Litigation (30.00%)

2053-18384C - Harris & Harris Ltd.

(Clerk): Primary (14.95%,) Secondary Accounts (14.95%) Litigation (14.95%)

2053-18384D - Nationwide Credit and Collections

(Health & Hospital Systems) Primary Accounts (13.50%), Secondary Accounts (16.00%) Litigation (16.00%)

Request for Proposal (RFP) procedures were followed in accordance with the Cook County Procurement Code and the contract awards are being selected based on established evaluation criteria.