

**APPROVE EXERCISING THE OPTION TO EXTEND THE AGREEMENT  
WITH SEAWAY NATIONAL BANK**

**THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:**

Approve exercising the option to extend the agreement with Seaway National Bank ("Seaway") to provide coin and currency ordering and deposit processing services to the Bureau of Treasury at a cost for the option period not to exceed \$248,000.00. A written document exercising this option is currently being negotiated. No payment shall be made to Vendor during the option period prior to the execution of the written document. The authority granted herein shall automatically rescind in the event a written document is not executed within 90 days of the date of this Board Report. Information pertinent to this option is stated below.

**SPECIFICATION No.: 00-250773**

**VENDOR:** Seaway National Bank  
645 East 87<sup>th</sup> St.  
Chicago, IL 60619  
Richard S. Abrams  
(773) 487-4800  
Vendor Number: 31372

**USER:** Office of School Financial Services, Bureau of Treasury  
125 South Clark, 13<sup>th</sup> Floor  
Chicago, IL 60603  
David Bryant

**ORIGINAL AGREEMENT:** The original Bank Service Agreement (authorized by Board Report 00-1115-PR16) in the amount of \$225,000.00, is for a term commencing April 9, 2001 and ending April 8, 2002, with the Board having the option to renew the agreement for one additional 12-month period. The original agreement was awarded on a non-competitive basis.

**OPTION PERIOD:** The term of this agreement is being extended for one year commencing April 9, 2002 and ending on April 8, 2003.

**OPTION PERIODS REMAINING:** There are no option periods remaining.

**COMPENSATION:** Vendor shall be paid at the specific rates identified in the original agreement during this option, not to exceed the sum of \$248,000.00.

**AUTHORIZATION:** Authorize the General Counsel to include other relevant terms and conditions in the written option document. Authorize the President and Secretary to execute the option document. Authorize the Chief Fiscal Officer to execute all ancillary documents required to administer or effectuate this option agreement.

**AFFIRMATIVE ACTION:** The M/WBE goals for this contract include:

35% total MBE, 22% total African American, 10% total Hispanic, 2% total Asian and 5% total WBE

However, the Waiver Review Committee recommends that a partial waiver of the participation goals for this contract as required by the Revised Remedial Plan for Minority and Women Business Enterprise Contract Participation (M/WBE Plan).

The Vendor has identified and scheduled the following firms and percentages:

95% MBE/African American  
Seaway National Bank 645 East 87th Street \$235,000.00/95%  
Chicago, IL 60619 Certified through January, 2003

**5% WBE**

We're Cleaning 28 East Jackson Blvd., Suite 400 \$12,400.00/5%  
Chicago, IL 60604 Certified through September, 2002

The City of Chicago Department of Procurement Services certifies each identified firm. The identified firms are subject to change upon approval from the Procurement and Contract's Division of Compliance and Vendor Services without further Board approval.

**LSC REVIEW:** Local School Council approval is not applicable to this report.

<b>FINANCIAL:</b>	Charge to Bureau of Treasury: \$75,000.00	Fiscal Year: FY02
	Budget Classification: 0230-210-000-1135-5410	Source of Funds: Operating Funds
	Charge to Bureau of Treasury: \$173,000.00	Fiscal Year: FY03
	Budget Classification: 0230-210-000-1135-5410	Source of Funds: Operating Funds

**GENERAL CONDITIONS:**

**Inspector General** – Each party to the agreement shall acknowledge that, in accordance with 105 ILCS 5/34-13.1, the Inspector General of the Chicago Board of Education has the authority to conduct certain investigations and that the Inspector General shall have access to all information and personnel necessary to conduct those investigations.

**Conflicts** – The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board member during the one year period following expiration or other termination of their terms of office.

**Indebtedness** – The Board's Indebtedness Policy adopted July 26, 1995 (95-0726-EX3), as amended from time to time, shall be incorporated into and made a part of the agreement.


**Ethics** – The Board's Ethics Code adopted September 27, 1995 (95-0927-RU3), as amended from time to time, shall be incorporated into and made a part of the agreement.

**Contingent Liability** – The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

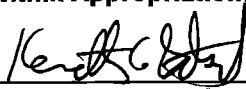
**Approved for Consideration:**

  
Anita Rocha  
Acting Chief Purchasing Officer

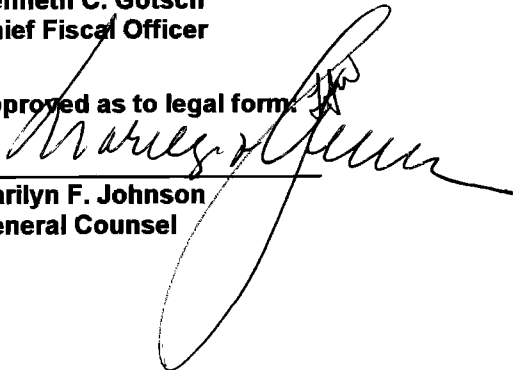
**Approved:**

  
Arne Duncan  
Chief Executive Officer *long PAD*

**Within Appropriation:**

  
Kenneth C. Gotsch  
Chief Fiscal Officer

**Approved as to legal form:**

  
Marilyn F. Johnson  
General Counsel