

**APPROVE ENTERING INTO AN AGREEMENT WITH AMALGAMATED BANK OF CHICAGO
FOR BANKING SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve entering into an agreement with Amalgamated Bank of Chicago ("Amalgamated"), for banking services provided to the Bureau of Treasury in an amount not to exceed \$ 72,000.00 per year. Vendor was selected on a competitive basis pursuant to a duly advertised Request for Proposal (Specification #04-250002). Vendor been providing these services to the Board for more than thirteen (13) years. A written agreement for Vendor's services is currently being negotiated. No payment shall be made to Vendor prior to the execution of the written agreement. The authority granted herein shall automatically rescind in the event a written agreement is not executed within 90 days of the date of this Board Report. Information pertinent to this agreement is stated below.

Specification No.: 04-250002

Contract Administrator: Nanzi Flores 553-2273

VENDOR: Amalgamated Bank of Chicago
One West Monroe
Chicago, IL 60603-8535
David J. Stewart
(312) 822-3134
Vendor Number: 14474

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

TERM: The term of this agreement shall commence on August 1, 2004 and terminate on July 31, 2007. This agreement shall have one option to renew for a period of 24 months. Vendor shall have the right to reject the renewal period of 24 months by notifying the Board in writing no later than January 31, 2007.

EARLY TERMINATION RIGHTS: The Board shall have the right to terminate this Agreement upon thirty (30) calendar days written notice to Vendor.

SCOPE OF SERVICES: Vendor will provide (i) coin and currency deposit processing including coin and currency counting and sorting, reconciliation and reporting for deposits collected for high school lunchrooms and preschool tuition receipts; and (ii) related banking services as determined by the Chief Financial Officer. Coin and currency refers primarily to coin and currency but may include a small number of checks and money orders.

DELIVERABLES: Vendor will provide, bank statements, reconciliation reports, return items, electronic information, electronic access to information, and other written and electronic reports as requested, all as detailed in the written agreement.

OUTCOMES: Vendor's services shall result in timely posting, accurate accounting, cost efficient processing, and reconciliation of high school and lunchroom collections.

COMPENSATION: Vendor shall be paid at the specific rates identified in the written agreement, not to exceed the sum of \$72,000.00 per year during the original term. The specific rates during any renewal period with be determined by mutual agreement of the parties.

REIMBURSABLE EXPENSES: Vendor may be reimbursed for certain expenses as detailed in the written agreement. The total compensation amount reflected herein is inclusive of all reimbursable expense.

AUTHORIZATION: Authorize the General Counsel to include other relevant terms and conditions in the written agreement. Authorize the President and Secretary to execute the agreement. Authorize the Chief Financial Officer to engage Vendor to provide related banking services hereunder provided the maximum compensation amount is not increased.

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 M/WBE Participation goals for this contract as required by the Revised Remedial Plan be granted because the contract scope is not further divisible.

Total MBE 31.3%

Total African American 21.5%

IMC Automation \$15,468 21.5%
333 East Ontario
Chicago, IL 60601

Total Hispanic 9.8%

Mack & Associates \$7,000 9.8%
100 North La Salle St.
Chicago, IL. 60602

Total WBE 13.9%

Consolidated Printing \$10,000 13.9%
4042 N. Nashville
Chicago, IL 60634

2LSC REVIEW: Local School Council approval is not applicable to this report.

FINANCIAL:	Charge to Bureau of Treasury: \$72,000.00	Fiscal Year: FY05
	Budget Classification: 0230-210-000-1135-5410	Funding Source: Operating Funds
	Charge to Bureau of Treasury: \$72,000.00	Fiscal Year: FY06
	Budget Classification: 0230-210-000-1135-5410	Funding Source: Operating Funds
	Charge to Bureau of Treasury: \$72,000.00	Fiscal Year: FY07
	Budget Classification: 0230-210-000-1135-5410	Funding Source: 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 members 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:


Heather A. Obora
Chief Purchasing Officer


Approved:


Arne Duncan
Chief Executive Officer

Within Appropriation:


John Malorca
Chief Financial Officer

Approved as to legal form:


Ruth M. Moscovitch
General Counsel