

APPROVE EXERCISING THE SECOND OPTION TO RENEW THE AGREEMENT WITH IFF**THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:**

Approve exercising the second option to renew the agreement with IFF to provide Consulting Services to the Office of New Schools at a cost for the option period not to exceed \$115,000.00. A written document exercising this second option is currently being negotiated. No payment shall be made to Consultant 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.

CONSULTANT:

1)
Iff
One North Lasalle St., Ste 700
Chicago, IL 60602
Jill Levine
312-629-0060

Vendor # 28120

USER:

New School Development
125 South Clark Street - 5th Floor
Chicago, IL 60603
Jennifer Dai, Heather Minihan/Elizabeth Heaton
773-553-1530

ORIGINAL AGREEMENT:

The original Agreement (authorized by Board Report 07-0627-PR38) in the amount of \$234,930.00 is for a term commencing July 1, 2007 and ending June 30, 2008, with the Board having 2 option(s) to renew for 1 year each. The agreement was renewed (authorized by Board Report 08-0602-PR49) in the amount of \$125,000.00 for a term commencing July 1, 2008 and ending June 30, 2009. The original agreement was awarded on a non-competitive basis based on a proprietary design developed for consulting services related to the financial and facilities aspects of new school creation. IFF is the only organization in Illinois that can provide such financial and facilities support services to the Office of New Schools.

OPTION PERIOD:

The term of this agreement is being extended for one year commencing July 1, 2009 and ending June 30, 2010.

OPTION PERIODS REMAINING:

There are no option periods remaining.

SCOPE OF SERVICES:

During this option period IFF will provide:

Financial and governance evaluation and analysis of proposed schools or existing schools for the RFP and charter renewal process
Evaluation and analysis of proposed or existing school facilities
Finance, facility, and governance and management review of school applications
Participation in interviews or meetings with proposed or existing schools
General financial feasibility consulting

General facilities feasibility consulting
Training on analyzing schools' audits and financials

DELIVERABLES:

During this option period IFF will:

Consult on the Renaissance 2010 RFP Invited, Turnaround, and Open processes, timelines, questioning, text and templates
Evaluate and re-engineer financial models for Renaissance 2010
Advise on the Renaissance 2010 multi-year strategy
Offer financial and facility advice for the 5 year renewal process
Provide training sessions on analyzing schools' audits and financials
Provide consultation, additional reviews, facility and financial strategy development and other special projects
Participate in required meetings at the request of the Board
Provide reports on financial and governance analysis for schools undergoing charter renewal

OUTCOMES:

IFF services will result in:

The completion of the 2009-10 Renaissance 2010 Invited, Turnaround, and Open RFP selection process
The completion of the 2009-10 charter renewal process
Increased alignment of the Office of New Schools accountability structure, from school selection, to midpoint reviews, to renewal
Revised financial review system to evaluate and select new school applicants
Increased oversight of schools' financial condition

COMPENSATION:

Consultant shall be paid during this option period upon invoicing, as specified in the contract; total compensation for the option period not to exceed the sum of \$115,000.00.

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 Office of New Schools Executive Officer to execute all ancillary documents required to administer or effectuate this option agreement.

AFFIRMATIVE ACTION:

Pursuant to Section 5.2 of the 2007 Remedial Program for Minority and Women Owned Business Enterprise Participation in Goods and Services Contracts, a determination shall be made as to when transactions should be excluded from contract specific M/WBE goals. It has been determined that the participation goal provisions of the program do not apply to transactions where the vendor providing services operates as a Not-for-Profit organization.

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Charge to the Office of New Schools: \$115,000.00

13615-115-54125-264216-000000-2010

\$115,000.00

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.

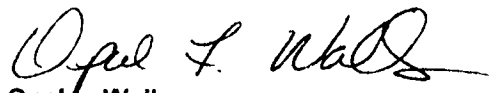
Conflicts - The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board members during the one year period following expiration or other termination of their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

Indebtedness - The Board's Indebtedness Policy adopted June 26, 1996 (96-0626-PO3), as amended from time to time, shall be incorporated into and made a part of the agreement.

Ethics - The Board's Ethics Code adopted June 23, 2004 (04-0623-PO4), 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:



Opal L. Walls
Chief Purchasing Officer

Within Appropriation:



PEDRO MARTINEZ
Chief Financial Officer

Approved:



Ron Huberman
Chief Executive Officer

Approved as to Legal Form:



PATRICK J. ROCKS
General Counsel