

**APPROVE ENTERING INTO AN AGREEMENT WITH JEFFERSON WELLS INTERNATIONAL, INC
FOR CONSTRUCTION AUDIT SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve entering into an agreement with Jefferson Wells International, Inc to provide Construction Auditing Services for the School Based Program with the Department of Audit Services. Consultant will be paid on a contingency fee basis. Consultant was selected on a competitive basis pursuant to a Request for Proposal (Specification Number 10-250063) A written agreement for these services is currently being negotiated. No services shall be provided by Consultant and no payment shall be made to Consultant 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 Number : 10-250063
Contract Administrator : Pamela Seanior / 773-553-2254

CONSULTANT:

- 1) Vendor # 10639
JEFFERSON WELLS INTERNATIONAL,
INC
100 MANPOWER PLACE
MILWAUKEE, WI 53212
Suzanne P. Shaner
312-980-4900
312-980-4150
Suzanne.Shaner@Jeffersonwells.Com

USER:

Department of Audit Services
125 S Clark St - 13th Floor
Chicago, IL 60603

Contact : Leonard Moody
Phone: 773-553-1481

TERM:

The term of this agreement shall commence upon execution and end 24 months thereafter. This agreement shall have one option to renew for a two year period.

EARLY TERMINATION RIGHT:

The Board shall have the right to terminate this agreement with 30 days written notice.

SCOPE OF SERVICES:

Vendor shall provide the following services: Audits of individual construction contracts; identification of actual and potential overpayments, over charges, and failures to recoup reimbursable expenses, etc., that may have occurred due to complex inter-relationships of contracts; detailed reporting, including specific findings and recommendations with appropriate supporting documents; findings of potential cost recovery and cost savings; and tests necessary to establish the legitimacy, accuracy, and propriety of billings under the individual construction contracts.

DELIVERABLES:

Vendor shall provide audits of individual construction contracts, detailed reporting, including specific findings and recommendations with appropriate supporting documents.

OUTCOMES:

As a result of each review, the Consultant's services will result in specific relevant recommendations that will assist the Board in recovering overpayments; and improving compliance with policies and procedures and will improve the effectiveness and efficiency of operations.

COMPENSATION:

Consultant shall be paid a contingency fee based on recoveries; fee rate to be negotiated.

REIMBURSABLE EXPENSES:

None

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 Director of Audit Services to execute all ancillary documents required to administer or effectuate this agreement.

AFFIRMATIVE ACTION:

The M/WBE goals for this agreement include 25% total MBE and 5% total WBE participation. However, the Waiver Review Committee recommends a waiver of the WBE goal as required by the Remedial Program for Minority and Women Owned Business Enterprise Participation in Goods and Services Contracts, be waived due to the scope of services being not further divisible.

The following participation has been identified:

Total MBE - 25%

Benford Brown & Associates, LLC
8334 South Stony Island
Chicago, Illinois 60617
Attn: Kimi Ellen

Total WBE - 5%

Gladys-Wilson & Associates
3439 N. Harlem Ave.
Chicago, IL 60634
Attn: Adriana Wilson-Pawlow

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

No cost to the Chicago Public Schools
Fiscal Year: 2011 and 2012
Recovery of funds will be assigned to: Fund 115 and Capital Fund 436
Vendor Payment will be assigned to Audit Services:
10430-115-54105-252802-000000

CFDA#: Not Applicable

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.

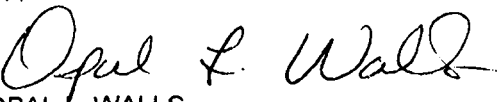
Conflicts - The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board members during the one year period following expiration or other termination of their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

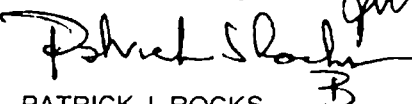
Approved:


TERRY MAZANY
Chief Executive Officer

Within Appropriation:


DIANA S. FERGUSON
Chief Financial Officer

Approved as to Legal Form:


PATRICK J. ROCKS
General Counsel