

AMEND BOARD REPORT 10-0526-PR33
APPROVE EXERCISING THE OPTION TO EXTEND THE AGREEMENT WITH U.S. BANK NATIONAL ASSOCIATION FOR BANKING SERVICES

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the option to extend the agreement with U.S. Bank National Association to provide banking services to the Office of School Financial Services and the Bureau of Treasury at a cost not to exceed \$300,000 a year. 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 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. Information pertinent to this agreement is stated below.

This April 2011 amended Board Report is necessary to correct the budget unit classification from Finance to Treasury. No amendment to the agreement is required.

Specification Number : 06-250024
Contract Administrator : Martha Escareno / 773-553-2284

VENDOR:

- 1) Vendor # 10526
U S BANK NATIONAL ASSOCIATION
800 NICOLLET MALL
MINNEAPOLIS, MN 55402
Stacy L. Stoll
847-948-6005

USER:

Treasury
125 South Clark Street
Chicago, IL 60603

Contact : Melanie A.J. Shaker
Phone: 773-553-2595

ORIGINAL AGREEMENT:

The original Agreement (authorized by Board Report 06-0726-PR20) in the amount of \$300,000.00 per year is for a term commencing October 25, 2006 and ending June 30, 2010, with the Board having 1 option to extend for 12 months. The original agreement was awarded on a competitive basis pursuant to Board Rule 5-4.1 through a duly advertised Request for Proposal (Specification #06-250024).

OPTION PERIOD:

The term of this agreement is being extended for 12 months commencing July 1, 2010 and ending June 30, 2011.

OPTION PERIODS REMAINING:

There are no option periods remaining.

SCOPE OF SERVICES:

Vendor will provide centralized banking services to schools, and other related services at the request of the Chief Financial Officer or Treasurer, all as detailed in the written agreement.

DELIVERABLES:

Vendor will provide accounts, activity statements, reconciliation reports, electronic account access, electronic access to information, interest on balances, and other related services and reports as requested, all as detailed in the written agreement.

OUTCOMES:

Vendor's services shall result in streamlining of banking services for schools, cost and time savings in banking activity, enhanced information flow, and operational efficiencies.

COMPENSATION:

Vendor shall be paid according to the specific rates identified in the written agreement, not to exceed the sum of \$300,000 per year during the extended term.

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 extension document. Authorize the Chief Financial Officer or Treasurer to execute all ancillary documents required to administer or effectuate this extension agreement.

AFFIRMATIVE ACTION:

The M/WBE goals for this contract include: 35% total MBE and 5% total WBE. However, the Waiver Review Committee recommends that a partial waiver of the WBE Participation goal for this contract as required by the ~~Revised Remedial Plan~~ Program be granted because the vendor has demonstrated reasonable good faith efforts.

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

Total MBE - 35%

United Building Maintenance
165 Easy Street
Carol Stream, Illinois 60188

USM Logistics
6711 South LeClair Avenue
Bedford Park, Illinois 60638

Total WBE - 1%

Buford Law Office LLC
6 East Monroe, Suite 1301
Chicago, Illinois 60603

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

12410-115-54125-252302-000000-2012	\$300,000.00
<u>12440-115-54125-252302-000000-2012</u>	<u>\$300,000.00</u>

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:



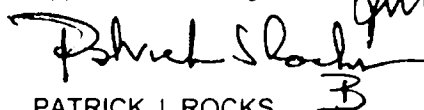
TERRY MAZANY
Chief Executive Officer

Within Appropriation:



DIANA S. FERGUSON
Chief Financial Officer

Approved as to Legal Form:



PATRICK J. ROCKS
General Counsel