

**APPROVE EXERCISING THE OPTION TO RENEW THE AGREEMENT
WITH BUZZ SAWYER**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the option to renew the agreement with Buzz Sawyer to provide consulting services to Office of Management and Budget at a cost not to exceed \$115,000 during the option period. A written document exercising this 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 60 days of the date of this Board Report. Information pertinent to this option is stated below.

CONSULTANT: Buzz Sawyer
1400 East 55th Place, Apt. 911
Chicago, IL 60637
(773) 493-1643
Vendor No.: 79794

USER: Office of Management and Budget
125 South Clark
Chicago, IL 60603
John Maiorca, Director
(773) 553-2560

ORIGINAL AGREEMENT: The original agreement (authorized by Board Report 00-0322-PR19) in the amount of \$95,000, was for a term commencing April 1, 2000 and ending March 31, 2001. The original agreement was renewed in the amount of \$115,000 for a term commencing April 1, 2001 and ending March 31, 2002 (authorized by Board Report 01-0328-PR27). The original agreement was further renewed in the amount of \$115,000 for a term commencing April 1, 2002 and ending March 31, 2003, with the Board having the option to renew the agreement for an additional one year period in the amount of \$115,000 (authorized by Board Report 02-0327-PR19).

OPTION PERIOD: The term of this agreement is being extended for 1 year commencing April 1, 2003 and ending March 31, 2004.

SCOPE OF SERVICES: The consultant shall continue to render services related to the legislative process and analysis of pertinent legislative proposals; development of legislative proposals, as requested; development of possible waivers to pursue with State and Federal governments and monitoring the waiver process; review, develop and/or monitor revenue, pension, and financial policies analyses as requested by the Office of Management and Budget.

DELIVERABLES: Consultant shall deliver the following:

- Legislative proposals and analyses
- Analyses of revenue, pension, and financial policy issues

OUTCOMES: Consultant's services shall result in the Board receiving:

- Timely high quality information about legal, legislative, administrative, business, political or research events and activities at the state and federal level that could have a financial impact on the Chicago Public Schools
- Timely high quality information about the financial impact of proposed state and federal legislation on the Chicago Public Schools
- Legislative proposals that will improve the financial position and operation of the Chicago Public Schools
- Improved coordination between the Budget Office and Law Department resulting in more timely and more helpful responses to Budget Office regarding legal concerns and needs
- Timely high quality projections of selected CPS revenues and improved quality of CPS financial projections

COMPENSATION: Consultant shall be paid during this option period as follows: \$76.66 per hour; not to exceed the sum of \$115,000.

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 Budget Director to execute all ancillary documents required to administer or effectuate this option agreement.

AFFIRMATIVE ACTION: The vendor for this contract is an independent consultant (100 %Non-Minority).

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

FINANCIAL: Charge to Office of Management and Budget \$115,000 Fiscal Year: 2003

Budget Classification: 0210-210-000-1106-5410

Source of Funds: 210 General Education Fund

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.

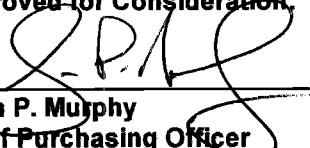
Conflicts – The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 534-21.3 which restricts the employment of, or the letting of contracts to, former Board member during the one year period following expiration or other termination of their 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.

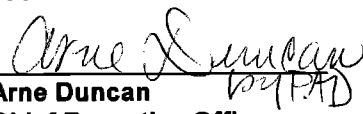
Contingent Liability – The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

Approved for Consideration:



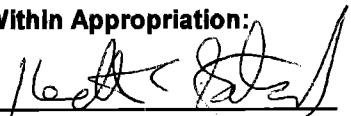
Sean P. Murphy
Chief Purchasing Officer

Approved:



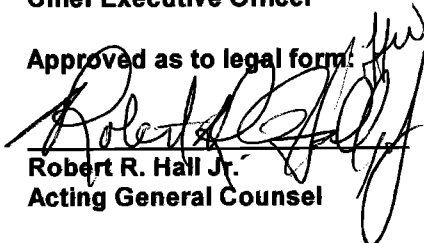
Arne Duncan
Chief Executive Officer

Within Appropriation:



Kenneth C. Gotsch
Chief Fiscal Officer

Approved as to legal form:



Robert R. Hall Jr.
Acting General Counsel