

RATIFY ENTERING INTO A RENEWAL AGREEMENT WITH AMALGAMATED BANK OF CHICAGO**THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:**

Ratify entering into a renewal agreement with Amalgamated Bank of Chicago ("Amalgamated") to provide deposit-processing services to the Bureau of Treasury in an amount not to exceed \$104,000.00. A written renewal agreement for Amalgamated's services is currently being negotiated. No payment shall be made to Amalgamated prior to the execution of the written renewal agreement. The authority granted herein shall automatically rescind in the event a renewal written agreement is not executed within 90 days of the date of this Board Report. Information pertinent to this renewal agreement is stated below.

Specification No.: 03-250090

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 St., 13th Floor
Chicago, Illinois 60603
Contact Person: David Bryant
553-2806

ORIGINAL AGREEMENT: The original Bank Services Agreement (authorized by Board Report 00-1115-PR15), in the amount of \$100,000 is for a term commencing March 14, 2001 and ending March 13, 2002, with the Board having the option to renew the agreement for one 12-month period. The original agreement was renewed under Board Report 02-0227-PR8, in the amount of \$110,000.00 for a one-year period commencing March 14, 2002 and ending March 13, 2003. The original agreement was awarded on a non-competitive basis because Amalgamated is a leader in coin and currency processing.

RENEWAL PERIOD: By mutual agreement of the parties, the term of this agreement is being renewed for a period commencing on March 14, 2003 and ending on July 31, 2004.

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

DELIVERABLES: Consultant will provide invoices, account analysis, bank statements, reconciliation reports, and other written reports as requested.

OUTCOMES: Consultant's services shall result in accurate and timely deposit processing, increased interest income due to efficient cash management, and operational efficiencies in the activity reconciliation process.

COMPENSATION: Consultant shall be paid at the specific rates and terms as set out in the agreement, not to exceed the sum of \$104,000.00.

AUTHORIZATION: Authorize the General Counsel to include other relevant terms and conditions in the written renewal agreement. Authorize the President and Secretary to execute the renewal agreement. Authorize the Chief Fiscal Officer to engage Amalgamated 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% African American, 10% Hispanic, 2% 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 vendor has demonstrated reasonable good faith efforts.

The vendor has, however, identified and scheduled the following firms and percentages

Total MBE 14.74%

Total 13.7% African American:

Sayer's Computer 1150 Feehanville Dr., Mt. Prospect, IL 60056
\$14,250.00 Certified through 10/31/03

Total 1.04% Hispanic:

La Raza 8001 N. Clark, Chgo., IL 60660
\$1,088.00 Certified through 9/30/03

Total WBE 65.5%

Arrow Messenger 1322 W. Walton St., Chgo., IL 60622
\$19,950.00/19.1% Certified through 12/31/03

Jansco 19 N. Park Blvd., Glen Ellyn, IL 60137
\$16,471.00/15.8% Reapplied 2/4/03

Consolidated Printing 4042 N. Nashville Ave., Chgo., IL 60634
\$31,880.00/30.6% Reapplied 3/14/03

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

FINANCIAL:	Charge to Bureau of Treasury: \$22,000.00	Fiscal Year: FY03
	Budget Classification: 0230-210-000-1135-5410	Funding Source: Operating Funds
	Charge to Bureau of Treasury: \$76,000.00	Fiscal Year: FY04
	Budget Classification: 0230-210-000-1135-5410	Funding Source: Operating Funds
	Charge to Bureau of Treasury: \$6,000.00	Fiscal Year: FY05
	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.

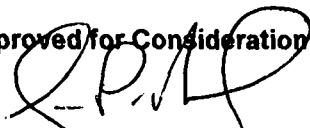
Conflicts – The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board members during the one year period following expiration or other termination of their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

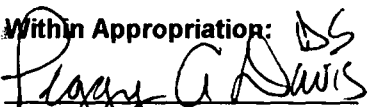
Approved for Consideration:


Sean P. Murphy
Chief Purchasing Officer

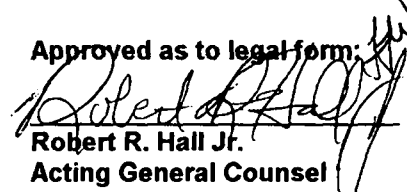
Approved:


Arne Duncan
Chief Executive Officer

Within Appropriation:


Peggy A. Davis
Chief Of Staff

Approved as to legal form:


Robert R. Hall Jr.
Acting General Counsel