

**APPROVE THE PRE-QUALIFICATION STATUS AND APPROVE ENTERING INTO MASTER
AGREEMENTS WITH CONSULTANTS FOR
VARIOUS PROFESSIONAL AUDIT AND MANAGEMENT SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve the pre-qualification status and entering into master agreements with nineteen (19) Consultants to provide various professional audit and management services to the Board of Education at an aggregate cost not to exceed \$3,000,000.00. Consultants were selected pursuant to a duly advertised Request for Qualifications (Specification No. 06-250059). A written agreement for each Consultant's services is currently being negotiated. No services shall be provided and no payment shall be made to any Consultant prior to the execution of such Consultant's written agreement. The authority granted herein shall automatically rescind as to each Consultant in the event a written agreement is not executed by such Consultant within 90 days of the date of this Board Report. Information pertinent to these agreements is stated below.

CONSULTANTS: See Attached List

USER: All School Areas and Central Office Departments
Contact: Pamela Seanior
Telephone No.: (773) 553-2254

TERM: The term of this pre-qualification period and each agreement shall commence on April 1, 2007 and shall end March 31, 2010. Each agreement shall have two options to renew for a period of one year each.

EARLY TERMINATION RIGHT: The Board shall have the right to terminate each agreement with 30 days written notice.

USE OF POOL: Schools, regions and central office units are authorized to receive services from the Pre-qualified Consultants through an informal proposal process by way of statement(s) of work. Prior to use of any Consultant, User must send the proposed statement(s) of work to Risk Management for specific insurance language.

User shall send proposed statement(s) of work to all Consultants pre-qualified for the services requested. Central Office staff will provide technical assistance in securing these services and a notice to proceed letter will be issued by the Chief Purchasing Officer. This notice to proceed shall include a detailed scope of services and the dollar amount awarded for such services. Payment shall be made by Purchase Orders.

SERVICES: Each qualified firm shall provide those types of services identified in their agreement. User will send proposed statement(s) of work to all Consultants pre-qualified in the category of services being requested. The various categories of Professional and Audit Services are:

- a. financial auditing and accounting
- b. construction auditing
- c. management auditing of administrative functions at the central office
- d. auditing of management information systems
- e. educational consulting with a financial audit component
- f. creation of management systems including databases
- g. forensic auditing and investigative services
- h. business consulting practices
- i. arbitrage calculation review/auditing
- j. compensation review/auditing
- k. insurance claims review/auditing
- l. procedural methodology review
- m. actuarial business process and consulting services
- n. Federal Audit E-Rate Program (telecommunications and basic maintenance)

COMPENSATION: Consultants shall be paid on a per project basis in such amount as set forth in statement(s) of work for projects awarded.

REIMBURSABLE EXPENSES: None

AUTHORIZATION: Authorize the General Counsel to include other relevant terms and conditions in the written agreements. Authorize the President and Secretary to execute the agreements. Authorize Chief Purchasing Officer to execute all ancillary documents required to administer or effectuate these agreements.

AFFIRMATIVE ACTION: Pursuant to Section 6.2 of the Revised Remedial Plan for Minority and Women Business Enterprise Contract Participation (M/WBE), the Per Contract and Category Goals method for M/WBE participation will be utilized. Thus, contracts for subsequent vendors from the pool created by this contract will be subject to compliance reviews on a contract-by-contract basis. Aggregated compliance of the vendors in the pool will be reported on a monthly basis.

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

FINANCIAL: Charge to Various Department
Budget Classification: Various
Requisition Number: Various

Fiscal Year: 2007 - 2010
Source of Funds: Various

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.

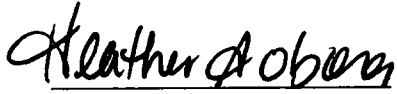
Conflicts – The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board members during the one year period following expiration or other termination of their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

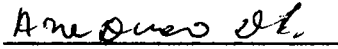
Contingent Liability – The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

Approved for Consideration:



**Heather A. Obora
Chief Purchasing Officer**

Approved:



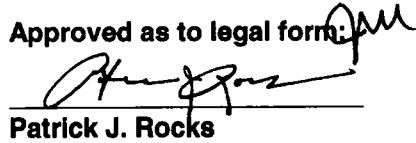
**Arne Duncan
Chief Executive Officer**

Within Appropriation:



**John Maiorca
Chief Financial Officer**

Approved as to legal form:



Patrick J. Rocks

Pre-qualified Consultants

1. AON Risk Services
200 E. Randolph St.
Chicago, IL 60601
Telephone No.: 312-831-4273
Fax: 312-381-7003
Contact Person: Tom O'Connell
Vendor No: 23844
Categories: c,d,g,h,k,m
2. Benford Brown & Associates
8135 S. Stony Island Avenue, 1st Floor
Chicago, IL 60617
Telephone No.: 773-731-1300
Fax: 773-731-1300
Contact Person: Kimi L. Ellen
Vendor No.: 31413
Categories: a,c,e,g,h,j,k,l
3. Bronner Group, LLC
120 N. LaSalle Street, Suite 1300
Chicago, IL 60602
Telephone No.: 312-759-5101
Fax: 312-759-5110
Contact Person: Gila J. Bronner
Vendor No: 29738
Categories: a,c,d,e,f,h,l
4. Control Solutions International
815 W. VanBuren Street, Suite 210
Chicago, IL 60607
Telephone No.: 312-829-3400x17
Fax: 312-829-3484
Contact Person: Sargon Youmara
Vendor No. 85570
Categories, a,b,c,d,g,h,j,k,l
5. Crowe Chizek & Co., LLC
70 W. Madison Street, Suite 700
Chicago, IL 60602
Telephone No.: 312-899-5499
Fax: 312-899-5300
Contact Person: Robert S. Dobis
Vendor No.: 29378
Categories: a,b,c,d,e,f,g,h,i,j,k,l,m,n
6. Deloitte & Touche, LLP
111 S. Wacker Drive
Chicago, IL 60606
Telephone No.: 312-486-2896
Fax: 312-247-2896
Contact Person: Dan Levenson
Vendor No.: 46243
Categories: a,b,c,d,e,f,g,h,i,j,k,l,m,n
7. Evergreen Solutions
2852 Remington Green Circle, Suite 101
Tallahassee, FL 32308
Telephone No. 850-383-0111
Fax: 850-383-1511
Contact Person: Dr. Linda A. Recio
Vendor No.: 86623
Categories: c,d,e,f,h,j,l
8. Gerardo G. Liwanag & Associates
236 Waukegan Road
Glenview, IL 60025
Telephone No. 847-724-4431
Fax: 847-724-4418
Contact Person: Gerardo Liwanag
Vendor No.: 34148
Categories: a,b,c,d,e,h,j,k,l
9. KPMG, LLP
303 E. Wacker Drive
Chicago, IL 60601
Telephone No.: 312-665-1719
Fax: 312-275-8323
Contact Person: Bridget Anderson
Vendor No.: 94979
Categories: a,b,c,d,g,h,k,l,m,n
10. Maximus, Inc.
11419 Sunset Hills Road
Reston, VA 20190
Telephone No.: 703-251-8500
Fax: 703-251-8240
Contact Person: Robert B. Sillivan
Vendor No.: 29626
Categories: c,e,h,l
11. Odell Hicks & Company
180 N. Stetson Avenue, Suite 2401
Chicago, IL 60601
Telephone No.: 312-861-0113
Fax: 312-861-1301
Contact Person: Odell Hicks, Jr.
Vendor No.: 21800
Categories: a,b,c,d,e,g,h,j,k,l,n
12. Omotosho & Associates
1525 E. 53rd Street, Suite 620
Hyde Park Bank Building
Chicago, IL 60615
Telephone No.: 773-752-0035
Fax: 773-752-0037
Vendor No.: 26085
Categories: a,b,c,d,e,f,g,h,i,j,k,l,m,n

13. Prado & Renteria Corp.
1837 S. Michigan Avenue
Chicago, IL 60616
Telephone No. 312-567-1330
Fax: 312-567-1360
Contact Person: Maria de J. Prado/
Hilda Renteria
Vendor No.: 26818
Categories: a,c,e,g
14. Ragland & Associates, LLC
15525 S. Park Street, Suite 111
South Holland, IL 60473
Telephone No.: 708-333-0634
Fax: 708-333-6680
Contact Person: Lawrence M. Ragland
Vendor No.: 66028
Categories: a,b,c,e,g,h,j,k
15. RSM McGladrey, Inc.
One South Wacker Drive, Suite 800
Chicago, IL 60606
Telephone No.: 312-634-3400
Fax: 312-634-3400
Contact Person Larry W. Schaedel
Vendor No.: 80690
Categories: a,b,c,f,g,h,j,k,l,m
16. Smart Business Advisory & Consulting LLC
30 N. LaSalle, Suite 4300
Chicago, IL 60602
Telephone No. 312-849-4734
Fax: 312-849-2929
Contact Person: Dave McRoberts
Vendor No.: 89953
Categories: a,b,c,d,e,f,g,h,i,j,k,l,m,n
17. System Resource Solutions, LLC
673 Wainsford Drive
Hoffman Estates, IL 60169
Telephone No.: 847-882-7970
Fax: 847-885-6195
Contact Person: Concepcion C. Fermin
Vendor No. 86607
Categories: c,d,e,f,h,k,l
18. Velma Butler & Company, Ltd.
6 E. Monroe Street, Suite 400
Chicago, IL 60603
Telephone No.: 312-419-1547
Fax: 312-922-8210
Contact Person: Velma Butler
Vendor No.: 29639
Categories: a,b,c,h,j
19. Virchow Krause & Company, LLP
225 N. Michigan Avenue, Suite 1100
Chicago, IL 60601
Telephone No. 312-819-7153
Fax: 312-819-4343
Contact Person: Michael Ley
Vendor No.: 89952
Categories: a,b,c,d,e,f,g,h,i,j,l