

APPROVE EXERCISING THE FIRST OPTION TO RENEW THE AGREEMENTS WITH VARIOUS AUDITING FIRMS FOR INTERNAL AUDITING SERVICES FOR THE SCHOOL BASED PROGRAM

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the first option to renew the agreements with the various auditing firms to provide Internal Auditing Services for the School Based Program with the Department of Audit Services at an aggregate cost for the option period not to exceed \$150,000. Written documents exercising this option are currently being negotiated. No payment shall be made to any Vendor during the option period prior to execution of their written document. The authority granted herein shall automatically rescind as to each Vendor in the event their written document is not executed within 90 days of the date of this Board Report. Information pertinent to this option is stated below.

Specification Number : 09-250007
Contract Administrator : Pamela Seanior / 773-553-2253

USER:

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

Contact : Gina Gentile
Phone: 773-553-1459

ORIGINAL AGREEMENT:

The original Agreements (authorized by Board Report #09-0527-PR19) in the amount of \$300,000 are for a term commencing upon execution and ending May 27, 2011, with the Board having 2 options to renew for 1 year periods. The original agreements were awarded on a competitive basis pursuant to Board Rule 7-2.

OPTION PERIOD:

The term of each agreement is being extended for a one-year term commencing May 28, 2011 and ending May 27, 2012.

OPTION PERIODS REMAINING:

There is 1 option period for 1 year remaining.

SCOPE OF SERVICES:

Vendors will continue to perform internal audits of individual school units and will provide recommendations for school staff to ensure compliance with Board rules as they relate to management of cash accounts, expense reimbursement, payroll and fixed assets. As necessary, the Director of Audit Services may request the vendors to perform special audits of programs or departments. The regular audit schedule consists of limited scope reviews, principal transition audits, and special scope audits.

DELIVERABLES:

Vendors will continue to provide individual detailed audit reports for identified individual school units, including specific findings and recommendations, or specific programs or departments.

OUTCOMES:

Vendors' services will result in specific relevant recommendations that will assist the schools and Board management in improving compliance with policies and procedures and will improve the effectiveness and efficiency of operations.

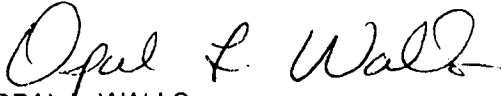
office.

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

- 1) Vendor # 34148
GERARDO G. LIWANAG & ASSOC., CPA'S
236 WAUKEGAN ROAD
GLENVIEW, IL 60025
Gerardo Liawang
847-724-4331

- 2) Vendor # 26085
OMOTOSHO & ASSOCIATES, CPA'S
1525 E 53RD ST., SUITE 620
CHICAGO, IL 60615-0000
Akin E. Omotosho
773-752-0035

- 3) Vendor # 26818
PRADO & RENTERIA CPA'S PROF.
1837 S MICHIGAN AVENUE
CHICAGO, IL 60616
Maria De J. Prado
312-567-1330

- 4) Vendor # 66028
RAGLAND & ASSOCIATES, LLC
15525 SOUTH PARK AVE., STE 111
SOUTH HOLLAND, IL 60473-1380
Lawrence Ragland
708-333-0634