

**APPROVE EXTENDING THE AGREEMENT WITH U.S. BANK NATIONAL ASSOCIATION FOR  
BANKING SERVICES**

**THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:**

Approve extending the agreement with U.S. Bank National Association to provide banking services to the Department of Finance and the Bureau of Treasury at a cost not exceed \$150,000.00 from July 1, 2011 through December 31, 2011. The Board is in the process of completing a Request for Proposal for banking services and this extension is necessary to allow efficient transition and ensure continued services through award of new contract. A written document extending this agreement is currently being negotiated. No payment shall be made to Vendor during the extension 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 90 days of the date of this Board Report. Information pertinent to this agreement is stated below.

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 was for a term commencing October 25, 2006 and ending June 30, 2010, with the Board having 1 option to extend for 12 months. The agreement was extended (authorized by Board Report 10-0526-PR33) in the amount of \$300,000.00 per year for a term commencing July 1, 2010 and ending June 30, 2011. 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 by mutual agreement for 6 months commencing July 1, 2011 and ending December 31, 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 extension agreement; total not to exceed the sum of \$150,000.00 during the 6 month extension period.

**AUTHORIZATION:**

Authorize the General Counsel to include other relevant terms and conditions in the written extension 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 Remedial 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, IL 60603

**LSC REVIEW:**

Local School Council approval is not applicable to this report.

**FINANCIAL:**

12440-115-54125-252302-000000-2012

\$150,000.00

**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.

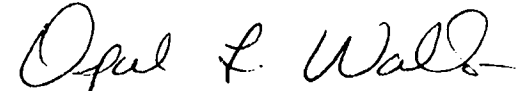
Conflicts - The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board members during the one year period following expiration or other termination of their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



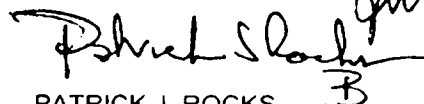
TERRY MAZANY  
Chief Executive Officer

Within Appropriation:



DIANA S. FERGUSON  
Chief Financial Officer

Approved as to Legal Form:



PATRICK J. ROCKS  
General Counsel