

**AUTHORIZE SECOND RENEWAL AGREEMENT WITH R.V. KUHNS AND ASSOCIATES, INC FOR
RETIREMENT SAVINGS PLAN CONSULTING SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Authorize the second renewal agreement with R.V. Kuhns & Associates, Inc. for retirement savings plan consulting services to the Talent Office at a total cost for the option period not to exceed \$145,000.00. Vendor consulting fees are paid through supplemental retirement plan assets at no cost to the Board. A written document exercising this option is currently being negotiated. No services have been provided by the vendor from October 1, 2013 through October 23, 2013. No payment shall be made to R.V. Kuhns & Associates, Inc. during the option period prior to 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 option is stated below.

Contract Administrator : Seanior, Miss Pamela Dorcas / 773-553-2280
CPOR Number : 11-0701-CPOR-1456

VENDOR:

- 1) Vendor # 81262
R.V. KUHNS & ASSOCIATES, INC
111 SW NAITO PARKWAY
PORTLAND, OR 97204-3512
Allison Gebe Lee
503 221-4200

USER INFORMATION :

Contact: 11010 - Talent Office
125 S Clark St - 2nd Floor
Chicago, IL 60603
Wolter, Mr. William R.
773-553-1070

ORIGINAL AGREEMENT:

The original Agreement (authorized by Board Report 11-0824-PR13) in the amount of \$145,000.00 is for a term commencing October 1, 2011 and ending September 30, 2012, with the Board having four (4) options to renew for twelve month terms. The first option to renew was exercised (authorized by Board Report 12-0425-PR18) in the amount of \$145,000.00 for a term commencing October 1, 2012 and ending September 30, 2013. The original agreement was awarded on a competitive basis pursuant to Board Rule 7-2 (#11-0701-CPOR-1456).

OPTION PERIOD:

The term of this agreement is being renewed for twelve months commencing October 1, 2013 and ending September 30, 2014.

OPTION PERIODS REMAINING:

There are two (2) option periods for twelve months each remaining.

SCOPE OF SERVICES:

Vendor will continue to provide the following services:

- Perform quarterly evaluations of investment funds offered within the Board's 403(B) and 457 retirement plans;
- Identify issues related to the investment governance of the funds and make recommendations as needed to ensure appropriate practices have been adopted and are effective;
- Examine the appropriateness of the investment benchmarks used to assess the funds' investment performance, measure their quality and describe their strengths and weaknesses;
- Perform specialized studies of specific investment matters as they may be requested;
- Assist the Board in fulfilling fiduciary responsibilities with proper oversight, governance and monitoring of investment funds;
- Provide insight into and detailed investment analysis on investment managers in publicly traded asset classes, and affirm the process used to retain and terminate investment managers; and
- Provide recommendations on investment related issues, including but not limited to, providing recommendations as to the selection of investment funds.

DELIVERABLES:

Vendor will continue to provide financial analysis of the retirement savings plan, advise the Board regarding compliance with IRS regulations, review vendor contracts and program related documents for compliance with program provisions and IRS regulations, provide recommendations on how to enhance the 403(b) and 457 plans, and make recommendations on investment related issues, including but not limited to, recommendations as to the selection of investment funds.

OUTCOMES:

Vendor's services will result in effective retirement savings for participating Chicago Public Schools employees.

COMPENSATION:

Vendor shall be paid during this option period as follows: as monthly invoices are submitted and in accordance with the written agreement; total not to exceed the sum of \$145,000.00.

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 Chief Talent Officer to execute all ancillary documents required to administer or effectuate this option agreement.

AFFIRMATIVE ACTION:

The M/WBE goals for this agreement include: 25% total MBE and 5% total WBE participation. However, the waiver Review Committee recommends a waiver of the goals required by the Remedial Program Minority and Women Owned Business Enterprise Participation in Goods and Services Contracts, be granted due to the scope of services being not further divisible.

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Vendor consulting fees are paid through supplemental retirement plan assets at no cost to the Board.

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 May 25, 2011 (11-0525-PO2), 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:



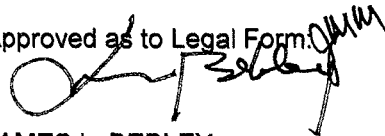
SÉBASTIEN de LONGEAUX
Chief Procurement Officer

Approved:



BARBARA BYRD-BENNETT
Chief Executive Officer

Approved as to Legal Form:



JAMES L. BEBLEY
General Counsel