

October 25, 2017

AMEND BOARD REPORT 16-1026-PR2
AMEND BOARD REPORT 16-0622-PR9
AMEND BOARD REPORT 16-0127-PR3
AMEND BOARD REPORT 15-1028-PR3

AUTHORIZE THE PRE-QUALIFICATION STATUS OF AND NEW AGREEMENTS WITH VARIOUS VENDORS TO PROVIDE PROFESSIONAL SERVICES

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Authorize the pre-qualification status of and new agreements with various Vendors to provide professional services to central office management at an estimated annual cost set forth in the Compensation Section of this report. Vendors were selected on a competitive basis pursuant to Board Rule 7-2. Written master agreements for Vendors' services are currently being negotiated. No services shall be provided by and no payment shall be made to any Vendor prior to the execution of their written master agreement. The authority granted herein shall automatically rescind as to each Vendor in the event their master agreement is not executed within 120 days of the date of this amended Board Report. Information pertinent to these master agreements is stated below.

This January 2016 amendment is necessary to add five (5) new vendors to the attached list and prequalify one existing vendor in additional categories of services. Written master agreements with the new Vendors are currently being negotiated. No services shall be provided by and no payment shall be made to any new Vendor prior to execution of their master agreement.

This June 2016 amendment is necessary to i) identify the correct vendor (STV Construction, Inc. (Vendor #16673)) and ratify execution of their agreement, and ii) delete the incorrect vendor (STV Architects, Inc. (Vendor #96146)).

This October 2016 amendment is necessary to approve an increase in the not to exceed amount by \$11,500,000.00 for the remainder of the term. FY2016 identified issues, gaps, and deficient processes much more than anticipated. This is not a request for an increase in the budget; funds were included in the FY2017 budget to continue key efficiency strategies that will enable CPS in realizing \$300m needed to balance the FY2017 budget, and drive more improvement. No written amendments to the agreements are required.

This October 2017 amendment is necessary to approve an increase in the not to exceed amount by \$2,500,000.00 for the remainder of the term. This is not a request for an increase in budget; funds were included in the FY2018 budget. The funding will be used to continue key organizational process improvement, cost efficiency, and governance strategies. No written amendments to the agreements are required.

- Comprehensive Annual Financial Report (CAFR) - CPS bond documents require that within 210 days of the close of each fiscal year, financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited by a licensed public accounting firm must be published in order to meet our contractual ongoing continuing disclosure requirements. External assistance is needed to meet this requirement including review of necessary schedules and footnotes related to pension liability, capital assets, tax disclosures, etc. Estimated fees: up to \$1,000,000.

- Universal Enrollment - Software architecture technical expertise to ensure critical system integration and interoperability of data systems for GoCPS. Additionally, oversight of continued system testing, user acceptance testing, and outcomes analysis - including independent validation and quality assurance. Estimated fees: up to \$800,000.

- Internal Audit - Continuation of internal audit activities to monitor risk and improve internal controls including central office audits (options attendance, pensions, financial controls, and testing protocols), school audits (district and charter), and compliance monitoring (non-public schools) as well as process improvement efforts related to school-based financial/administrative procedures. Estimated fees: up to \$700,000 (through February 2018).

Contract Administrator : Hernandez, Miss Patricia / 773-553-2280

USER INFORMATION :

Project 10710 - Executive Office
Manager: 42 West Madison Street
Chicago, IL 60602
Holloway, Mr. Andrell T.
773-553-1500

TERM:

The term of this pre-qualification period and each master agreement shall commence on November 1, 2015 and shall end on October 31, 2018. The term for the five new vendors will commence upon execution and shall end on October 31, 2018.

EARLY TERMINATION RIGHT:

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

SCOPE OF SERVICES:

Vendors will provide professional services and/or staff augmentation correlated to the categories for which they submitted and won pre-qualification status. Categories of services include: (1) Construction and Facilities Management, (2) Data Analytics, (3) Finance, (4) Information Technology, (5) Internal Audit, (6) Organization and Management Consulting, (7) Project Management, and (8) Risk Management. The category for which each Vendor is pre-qualified is identified on the attached list. ~~A summary of the forecasted category spend for the first year is attached to this Board Report as Appendix A.~~

DELIVERABLES:

The vendors will provide, on an as needed basis, to central office management, qualified individuals to perform professional services and/or staff augmentation, allowing the Board needed resources to meet strategic, operational, financial, and compliance objectives.

OUTCOMES:

Vendors' services will result in the attainment of strategic, operational, financial, and compliance objectives such as cost savings, efficiencies, improved internal controls, and improve financial and budget management processes.

COMPENSATION:

Vendors shall be paid at a maximum hourly rate negotiated per project, which may be reduced on a project basis. The sum of payments to all pre-qualified vendors for the term shall not exceed ~~\$25,500,000.00~~, \$28,000,000.00, and forecasted pool utilization shall be reported to the Board on a quarterly basis pursuant to Board Rule 7-8.

REIMBURSABLE EXPENSES:

None.

AUTHORIZATION:

Authorize the General Counsel to include other relevant terms and conditions in the written master agreements. Authorize the President and Secretary to execute the master agreements. Authorize the Chief Internal Auditor, Senior Vice President of Finance, Chief Administrative Officer, Chief of Staff to the Chief Executive Officer, or the designee of any one of these individuals to execute all ancillary documents, including scopes of work, required to administer or effectuate the agreements. Authorize the President to execute all scopes of work that have projected spend over \$750,000.

AFFIRMATIVE ACTION:

The MBE/WBE goals for this agreement were set at 30% total MBE and 7% total WBE participation. Pursuant to the Remedial Program for Minority and Women Owned Business Enterprise Participation in Goods and Services Contracts, contracts for subsequent vendors from the pool created by this agreement will be subjected to aggregated compliance reviews and monitored on a monthly basis.

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Various funds and units will be authorized to use this board report across central and network offices. Spend across the four fiscal years may vary dependent upon need of services.

Not to exceed ~~\$25,500,000.00~~ \$28,000,000.00 for the three (3) year term.

Future year funding is contingent upon budget appropriation and approval.

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:




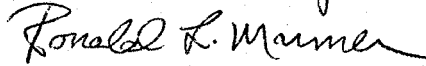
JONATHAN MAPLES
Chief Procurement Officer

Approved:



FORREST CLAYPOOL
Chief Executive Officer

Approved as to Legal Form: 



RONALD L. MARMER
General Counsel

- | | |
|--|---|
| <p>1) Vendor # 36659
ACCENTURE LLP
161 N CLARK ST
CHICAGO, IL 60601
Robert Freiss
877 226-5659</p> <p>Categories: 1, 2, 3, 4, 6, 7 Ownership: No Shareholder Holds More Than 10% Interest</p> | <p>5) Vendor # 31413
BENFORD BROWN & ASSOCIATES LLC
8334 S. STONY ISLAND AVE.
CHICAGO, IL 60617
Timothy Watson
773 731-1300</p> <p>Category: 5 Ownership: 52.5% Kimi L. Ellen, 37.5% Timothy S. Watson, 10% Alyssia Benford</p> |
| <p>2) Vendor # 16662
AMD BUSINESS SOLUTIONS
1921 RIDGE ROAD
HOMWOOD, IL 60430
Lisa M . Harrell
708 377-2950</p> <p>Categories: 3, 5, 6, 7 Ownership: 51% Lisa Harrell, 49% Douglas Harrell</p> | <p>6) Vendor # 96356
BRAILSFORD & DUNLAVEY INC
444 NORTH MICHIGAN AVENUE
CHICAGO, IL 60611
Greg Wachalski
312 799-4600</p> <p>Category: 7 Ownership: 60% Paul A Brailsford, 40% Christopher S. Dunlavey</p> |
| <p>3) Vendor # 16553
ANALYTIC INNOVATIONS LLC
211 W WACKER DRIVE
CHICAGO, IL 60606
Stuart Taylor
312 803-5655</p> <p>Categories: 2, 4, 6, 7 Ownership: 100% Owned By Stuart Taylor li</p> | <p>7) Vendor # 96159
BRONNER GROUP, LLC
120 NORTH LASALLE STREET
CHICAGO, IL 60602
Don Davis
312 759-5101</p> <p>Categories: 3, 5, 6, 7 Ownership: 100% Gila J. Bronner</p> |
| <p>4) Vendor # 31341
B2B STRATEGIC SOLUTIONS INC
150 N MICHIGAN AVE
CHICAGO, IL 60601
Donna Bryant
312 368-1700</p> <p>Category: 6 Ownership: 100% Donna C. Bryant</p> | <p>8) Vendor # 29230
CATALYST CONSULTING GROUP, INC
211 W WACKER DRIVE
CHICAGO, IL 60606
Timothy Smith
312 629-0750</p> <p>Categories: 4, 6, 7 Ownership: 100% Arvind K. Talwar</p> |

- 9) Vendor # 16663
CHICAGO ADVISORS LLC
1440 SHERIDAN ROAD
WILMETTE, IL 60091
Baruna Singh
310 691-0503

Categories: 2, 4 Ownership: 51% Baruna Singh, 49% Satyajit Singh
- 10) Vendor # 63035
CLARITY PARTNERS, LLC
20 N. CLARK ST, STE 3600
CHICAGO, IL 60602
Rodney Zech
312 920-0550

Categories: 4, 6, 7 Ownership: 51% David. C. Namkung, 49% Rodney S. Zech
- 11) Vendor # 91172
CROWE HORWATH LLP
225 W WACKER DRIVE
CHICAGO, IL 60606
Bert Neuhring
310 899-8346

Categories: 3, 4 Ownership: No Shareholder Holds More Than 10% Interest
- 12) Vendor # 29159
ERNST & YOUNG U.S. LLP
5 Times Square
New York, NY 10036
Gaurav Malhotra
212 773-2716

Categories: 1, 2, 3, 5, 6, 7, 8 Ownership: No Shareholder Holds More Than 10% Interest
- 13) Vendor # 16547
EXPERIS US INC
525 W MONROE STREET
CHICAGO, IL 60661
Bernard Brainin
312 730-1857

Categories: 2, 3, 4, 5, 6 Ownership: 100% Owned By Manpowergroup
- 14) Vendor # 27991
GLOBETROTTERS ENGINEERING CORPORATION
300 S WACKER DRIVE
CHICAGO, IL 60606
Ajay Shah
312 922-6400

Category: 4 Ownership: 53.3% Niranjan S. Shah, 46.7% Trust A C/U Shah 2011 Gift Trust - Trustee: Pratima Shah, Beneficiary: Ajay Shah
- 15) Vendor # 34970
GLOBETROTTERS INTERNATIONAL INC
300 S WACKER DRIVE
CHICAGO, IL 60606
Michael J. McMurray
312 922-6400

Category: 3 Ownership: 51% Niranjan S. Shah, 30% Trust A C/U Shah 201 Gift Trust (Trustee: Pratima Shah, Beneficiary: Ajay Shah), 19% Trust A C/U Shah 2011 Gift Trust (Trustee: Pratima Shah, Beneficiary: Smita Shah)
- 16) Vendor # 16664
HEERY INTERNATIONAL INC
999 PEACHTREE STREET NE
ATLANTA, GA 30309
Ron Marsh
312 663-4704

Category: 7 Ownership: 100% Balfour Beatty, Llc

17)

Vendor # 95011
INFORMITY NETWORK LTD
333 N MICHIGAN AVE
CHICAGO, IL 60601
Edita Arambulo
312 361-6524

Category: 5 Ownership: 100% Edita Arambulo

18)

Vendor # 23326
KPMG LLP
200 E RANDOLPH STREET
CHICAGO, IL 60601
James Czarnecki
312 665-3428

Categories: 1, 2, 3, 4, 5, 6, 7, 8 Ownership: No
Shareholder Holds More Than 10% Interest

19)

Vendor # 94758
KRISTINE FALLON ASSOCIATES INC
11 E ADAMS ST
CHICAGO, IL 60603
Kristine K. Fallon
312 360-9600

Category: 7 Ownership: 100% Kristine K.
Fallon

20)

Vendor # 16573
LARRY F BRANNON CPA LLC
540 E 168TH STREET
SOUTH HOLLAND, IL 60473
Larry F Brannon
312 286-8859

Category: 5 Ownership: 100% Larry Brannon

21)

Vendor # 38626
LEVEL-1 GLOBAL SOLUTIONS LLC
233 S WACKER DRIVE
CHICAGO, IL 60606
Thomas McElroy
312 202-3300

Category: 4 Ownership: 100% Thomas
Mcelroy, 15% Angela O'Banion

22)

Vendor # 46685
MCKISSACK & MCKISSACK MIDWEST INC
205 NORTH MICHIGAN AVE
CHICAGO, IL 60601
Hansel Whiteurst
312 751-9800

Categories: 1, 7 Ownership: 100% Deryl
Mckissack

23)

Vendor # 87711
MIRAGE SOFTWARE INC DBA BOURNTEC
SOLUTIONS INC
1701 EAST WOODFIELD RD
SCHAUMBURG, IL 60173
Sri Surya
224 232-5090

Categories: 4, 7 Ownership: 100% Srujana
Gudur

24)

Vendor # 16667
PLANTE MORAN PLLC
27400 NORTHWESTERN HWY
SOUTHFIELD, MI 48034
Judy Wright
248 223-3304

Categories: 3, 4, 5, 6, 7 Ownership: No
Shareholder Holds More Than A 10% Interest

25)

Vendor # 63093
POINT B, INC
200 SOUTH WACKER DRIVE
CHICAGO, IL 60606
Michael Roberts
312 962-1410

Categories: 6, 7 Ownership: 100% Point B Esop

26)

Vendor # 26818
PRADO & RENTERIA CPAS PROF CORP
1837 S MICHIGAN AVENUE
CHICAGO, IL 60616
Maria de J. Prado
312 567-1330

Categories: 3, 5 Ownership: 50% Maria De J. Prado, 50% Hilda S. Renteria

27)

Vendor # 16669
PRICE WATER HOUSE COOPERS PUBLIC 31)
SECTOR LLP
1800 TYSONS BOULEVARD
MCLEAN, VA 22102
Kevin Sanders
571 766-9220

Categories: 1, 2, 3, 4, 5, 6, 7 Ownership: 99% Pricewaterhousecoopers Llp, 1% Pricewaterhousecoopers Holding Llc

28)

Vendor # 16668
PUBLIC SERVICES PS INC
111 W WASHINGTON ST
CHICAGO, IL 60601
Paul L Stepusin
312 405-0239

Categories: 1, 2, 3, 4, 5, 6, 7 Ownership: 100% Paul L. Stepusin

29)

Vendor # 68985
RINGOLD FINANCIAL MANAGEMENT
SERVICES, INC
850 SOUTH WABASH AVENUE
CHICAGO, IL 60605
Michelle Ringold
312 566-9705

Categories: 3, 5, 6 Ownership: 51% Michelle Ringold, 49% Rick Ringold

30)

Vendor # 22804
SENRYO, INC. DBA SENRYO
TECHNOLOGIES
387 SHUMAN BOULEVARD
NAPERVILLE, IL 60563
Jose Blanco
630 355-7429

Categories: 2, 4, 6, 7 Ownership: 100% Dinkar Karumuri

Vendor # 16441
SIKICH LLP
123 N WACKER DRIVE
CHICAGO, IL 60606
Mary O'Connor
312 648-6666

Category: 5 Ownership: No Shareholder Holds More Than 10% Interest

32)

Vendor # 85402
SOFBANG, LLC
17 N STATE STREET
CHICAGO, IL 60602
Al Pomerantz
312 279-0430

Category: 4 Ownership: 51% Rajinder Duggal, 49% Manmohan Duggal

33) Vendor # 16673
STV CONSTRUCTION INC
200 WEST MONROE STREET
CHICAGO, IL 60606
Jan Turner
312 553-4167

Categories: 1, 7 Ownership: 100% Owned By
Stv Group Incorporated

34) Vendor # 16670
UCG ASSOCIATES INC
409 WEST HURON
CHICAGO, IL 60654
Danielle Holmes
312 988-3360

Category: 3, 4, 6, 7 Ownership: 24.64%
Yovette Drake, 34.34% Anthony Drake, 15.57%
Sharon Sarmiento, All Other Shareholders Hold
Less Than A 10% Interest

35) Vendor # 31259
VANTAGE SOLUTIONS, LLC
1035 WEST LAKE, STE 101E
CHICAGO, IL 60607
Vanessa Smith
312 440-0602

Category: 6 Ownership: 100% Vanessa L.
Smith

36) Vendor # 16671
HOONUIT I LLC
15088 22ND AVE NE
LITTLE FALLS, MN 56445
Michael Restle
320 632-5064

Categories: 2, 4 Ownership: 100% Atomic
Holdings, One Llc

37) Vendor # 90597
VIVA USA INC
3601 ALGONQUIN., STE 425
ROLLING MEADOWS, IL 60008
Jacob Verghese
847 368-0860

Categories: 2, 4 Ownership: 70% Vasanthi
Ilangoan, 30% Ilango Radhakrishnan

38) Vendor # 63090
WYNNDALCO ENTERPRISES, LLC
19081 OLD LAGRANGE RD STE 106
MOKENA, IL 60448
David R. Andalcio
312 256-9090

Categories: 7 Ownership: 100% David R.
Andalcio

39) Vendor # 90339
THE BOSTON CONSULTING GROUP INC
300 N LASALLE STREET
CHICAGO, IL 60654
Kedra Newson
312 627-2617

Categories: 2,3,6,7 Ownership: No Shareholder
Holds More Than 10% Interest

40) Vendor # 35971
ELECTRIC KNOWLEDGE INTERCHANGE
COMPANY
33 W MONROE
CHICAGO, IL 60603
Robert Blackwell Jr
312 236-0903

Categories: 2, 3, 6, 7 Ownership: 100% Robert
Blackwell Jr

41)

Vendor # 17117
KELEHER & ASSOCIATES LLC
3220 N ST NW
WASHINGTON, DC 20007
Julie Keleher
202 309-8595

Categories: 6,7 Ownership: 100% Julie Keleher

42)

Vendor # 34134
NAVIGANT CONSULTING INC
30 S WACKER DRIVE
CHICAGO, IL 60606
Kevin McHugh
646 227-4701

Categories: 1, 2, 3, 6, 7, 8 Ownership: No
Shareholders Holds More Than A 10% Interest

43)

Vendor # 17118
TEMBO INC
1639 N HANCOCK
PHILADELPHIA, PA 19122
Meg Towle
215 427-3608

Category: 2 Ownership: 100% David Stewart