

**AUTHORIZE THE FIRST AND FINAL RENEWAL AGREEMENT WITH ARBITERSPORTS, LLC FOR  
ONLINE OFFICIAL FEE PAYMENT SERVICES**

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

Authorize the first and final renewal agreement with ArbiterSports, LLC. to provide online payment services for the purpose of compensating sports officials to the Office of Sports Administration and all participating high schools at an estimated annual cost set forth in the Compensation Section of this report. A written document exercising this option is currently being negotiated. No payment shall be made to ArbiterSports, LLC. 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 : Forero, Mr. Bryan / 773-553-2280

**VENDOR:**

- 1) Vendor # 58545  
JPMORGAN CHASE BANK, NATIONAL  
ASSOCIATION  
10 SOUTH DEARBORN., STE IL1-1228  
CHICAGO, IL 60603  
  
Mark Lester  
312 732-6988  
  
Ownership: JPMorgan Chase and Co. -  
100%
  
- 2) Vendor # 26516  
ArbiterSports, LLC  
235 W Segoe Lily Drive Suite 200  
Sandy, UT 84070  
  
Spencer Evans  
801 702-8025  
  
Ownership: Serent Capital II, L.P. - 68.1% ;  
no other shareholder owns more than 10%

3) Vendor # 41118  
CACHE VALLEY BANK  
101 NORTH MAIN  
LOGAN, UT 84321

Michael Miller  
435 753-3020

Ownership: Cache Valey Bank Holding  
Company

**USER INFORMATION :**

Project  
Manager: 13737 - Sports Administration and Facilities Management - City  
Wide  
  
2651 W. Washington Blvd  
  
Chicago, IL 60612  
  
Rosengard, Mr. David  
  
773-534-0700

**ORIGINAL AGREEMENT:**

The original Agreement (authorized by Board Report 18-1024-PR2) in the amount of \$1,027,000 was for a term commencing November 1, 2018 and ending June 30, 2019, with the Board having two (2) options to renew for one (1) year terms. The original agreement was awarded on a competitive basis pursuant to former Board Rule 7-3. The agreement was amended (authorized by Board Report 19-0626-PR5) to amend the term to commence on July 1, 2019 and ending June 30, 2020, and to add trustees for transactional authorization. The amendment also reduced the renewal option to one (1) option to renew.

**OPTION PERIOD:**

The term of this agreement is being renewed for one (1) year commencing July 1, 2021 and ending June 30, 2022.

**OPTION PERIODS REMAINING:**

There are no option periods remaining.

**SCOPE OF SERVICES:**

ArbiterSports, LLC. will continue to provide access to an automated payment service for the purpose of compensating all sports officials assigned through the Office of Sports Administration. Schools will be given access to sub-accounts to administer payments to all verified sports officials for athletic competitions authorized by Office of Sports Administration, and approved locally by the Athletic Director of the respective high school. The implementation of this agreement will eliminate the need for the current process of transferring funds from the Office of Sports Administration's 115 fund into the internal accounts of each participating school. Where, upon receipt of funds, schools manually created checks from their internal accounts for the confirmed sport officials for their respective events. In addition to the elimination of manual checks, this service will also provide auditing and reporting tools to ensure the appropriate use of board funds for the specified sport and level official fee payment.

**DELIVERABLES:**

Vendor will continue to provide access to online systems for the Board to create a master account for the purpose of initial seasonal deposits.

Vendor will continue to provide access to sub-accounts for all participating high schools for the purpose of administering payment through the online system.

Vendor will continue to provide technical support by way of the following: Annual in-person training, access to webinars and unlimited phone support for all participating CPS high schools and the Office of Sports Administration.

Vendor will continue to provide reporting data as fashioned by the Office of Sports Administration upon final approval of agreement.

Vendor will continue to collect all sports officials tax related documents (collection of W-9s and disbursement of 1099s).

**OUTCOMES:**

Vendor's services will result in a more efficient and streamlined process for administering payments to sports officials of high school and elementary athletics. Additional benefits to be recognized will be a more controlled management of district funds as it relates to the compensation of sports officials and oversight for any unused funds to be appropriately refunded back to the Office of Sports Administration. Elimination of the current process of transferring seasonal official fees from the Office of Sports Administration into local internal accounts of each school.

**COMPENSATION:**

Vendor shall be paid a 2.7 % service fee for the payments made to the sports officials for district competitions. Vendor's fee shall be approximately \$27,000. The balance shall be deposited seasonally into an ArbiterPay master account to be used to pay sports officials.

**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 Executive Director of Sports Administration to execute all ancillary documents required to administer or effectuate this option agreement.

**AFFIRMATIVE ACTION:**

Pursuant to the Remedial Program for Minority and Women-Owned Business Enterprise Participation in Goods and Services contracts, (M/WBE Program), this contract is exempt as this agreement is for proprietary software.

**LSC REVIEW:**

Local School Council approval is not applicable to this report.

**FINANCIAL:**

Fund 115, Unit 13737, Sports Administration and Facilities Management

\$1,027,000, FY22

Not to exceed \$1,027,000 for the fiscal year. Programmatic cost of \$1,000,000 should be deposited incrementally into an ArbiterPay master account to be used to pay sports officials. The total cost of the program plus the vendor's fee shall not exceed \$1,027,000. 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:



JANICE K. JACKSON  
Chief Executive Officer

Approved as to Legal Form: 



JOSEPH T. MORIARTY  
General Counsel