

**APPROVE ENTERING INTO AN AGREEMENT WITH KPMG
FOR CONSULTING SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve entering into an agreement with KPMG to provide employee benefit consulting services to the Bureau of Risk and Benefits Management at a cost not to exceed \$200,000. KPMG was selected on a

Sheltered Annuity compliance audit, development of various benefits-related Requests for Proposals and their experience with development and implementation of new and innovative healthcare cost containment plans. A written agreement for Consultant's services is currently being negotiated. No payment shall be made to Consultant prior to the execution of the written agreement. The authority granted herein shall automatically rescind in the event a written document is not executed within 120 days of the date of this Board Report. Information pertinent to this agreement is stated below.

Specification Number: 03-250236

CONSULTANT: KPMG

LSC REVIEW: Local School Council approval is not applicable to this report.

FINANCIAL: Charge to Risk and Benefits Management \$100,000
Charge to Risk and Benefits Management \$100,000

Fiscal Year: 2004
Fiscal Year: 2005

Budget Classification: 0230-210-000-1634-5410

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.