

DRAFT

03-1217-PR02

December 17, 2003



APPROVE PAYMENT TO MCKINSEY & COMPANY, INC.

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve payment in the amount of \$1,000,000 to McKinsey & Company Inc. for consulting services. These services were rendered from December 1, 2002 through December 15, 2003 and all services have been completed.

Specification No.:

Vendor: McKinsey & Company, Inc.
21 S. Clark St., Suite 2900
Chicago, IL 60603-2400
Chip Hardt

Vendor # Pending

USER: Department of Procurement and Contracts
125 South Clark 10th Floor

Chicago, IL 60603
Heather Obora
(773) 553-2280

SCOPE OF SERVICES: Vendor reviewed commodity categories 6 categories in a series of major "waves" aimed at saving money, re-designing key portions of the purchasing process (e.g. board reports), in order to make them faster, more effective, more customer-friendly, and simultaneously improve

Approved for Consideration:

Heather A. Obora
Chief Purchasing Officer

Within Appropriation:

John Maiorca
Chief Financial Officer

Approved as to legal form:

Ruth Moscovitch
General Counsel

Approved:

Arne Duncan
Chief Executive Officer