

**APPROVE ENTERING INTO AN AGREEMENT WITH A.T. KEARNEY FOR STRATEGIC SOURCING
CONSULTANT SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

WHEREAS, the Board of Directors of the Company has approved a contract with A.T. Kearney for strategic sourcing consultant services, the total cost of which is estimated to exceed \$2,000,000.00;

In Phase One, A.T. Kearney will analyze and execute strategies for the procurement of goods and services that can rapidly generate value to the Board.

At the conclusion of Phase One, a CPS Steering Committee will review the outcomes and savings generated through Phase One and determine whether to proceed with Phase Two. If the Steering Committee agrees to proceed with Phase Two, the funding for the consulting support for Phase Two will

be paid from savings expected from Phase One. The Board is under no obligation to proceed with Phase Two, regardless of the amount of savings achieved in Phase One.

In Phase Two, A.T. Kearney will execute strategies for more complex categories, which include the sourcing of Food, Transportation, and Construction.

DELIVERABLES:

A.T. Kearney will provide a:

-Review of the Current State:

A detailed break-down of the current total cost of delivery (internal and external)

AFFIRMATIVE ACTION:

The MBE/WBE goals for this agreement include 10% total MBE and 5% total WBE participation. A.T. Kearney has committed to meeting the MBE/WBE goals, but required more time to identify the appropriate subcontractors that would be used to meet the goals. In an effort to meet Board deadlines, The Office of Business Diversity will grant A.T. Kearney a grace period of 30 days from the date the Board approves the agreement to submit all documentation in connection with their MBE/WBE plan.

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

115.000000.1270.0119004 (Other General Charges) A57940 (Misc. Charges)

CFDA#: Not Applicable

GENERAL CONDITIONS:

Inspector General - Each party to the agreement shall acknowledge that, in accordance with 105 ILCS 5/01.124, 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