

AUTHORITY PLACEMENT OF THE BOARD'S PROPERTY INSURANCE

MECHANICAL BREAKDOWN INSURANCE, AND CRIME INSURANCE

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Authorize Arthur J. Gallagher to place the following insurance policies on behalf of the Board for Property Insurance, Mechanical Breakdown Insurance, and the Board's Crime Insurance in the aggregate amount not to exceed \$3.2 million. These placements will be arranged through Arthur J. Gallagher & Company Insurance Brokerage. The policies of coverage constitute the contract between the Board and its insurance carriers.

Specification No.: For Property/Mechanical Breakdown Insurance 00-250230

Specification No.: For Crime Insurance 99-250245

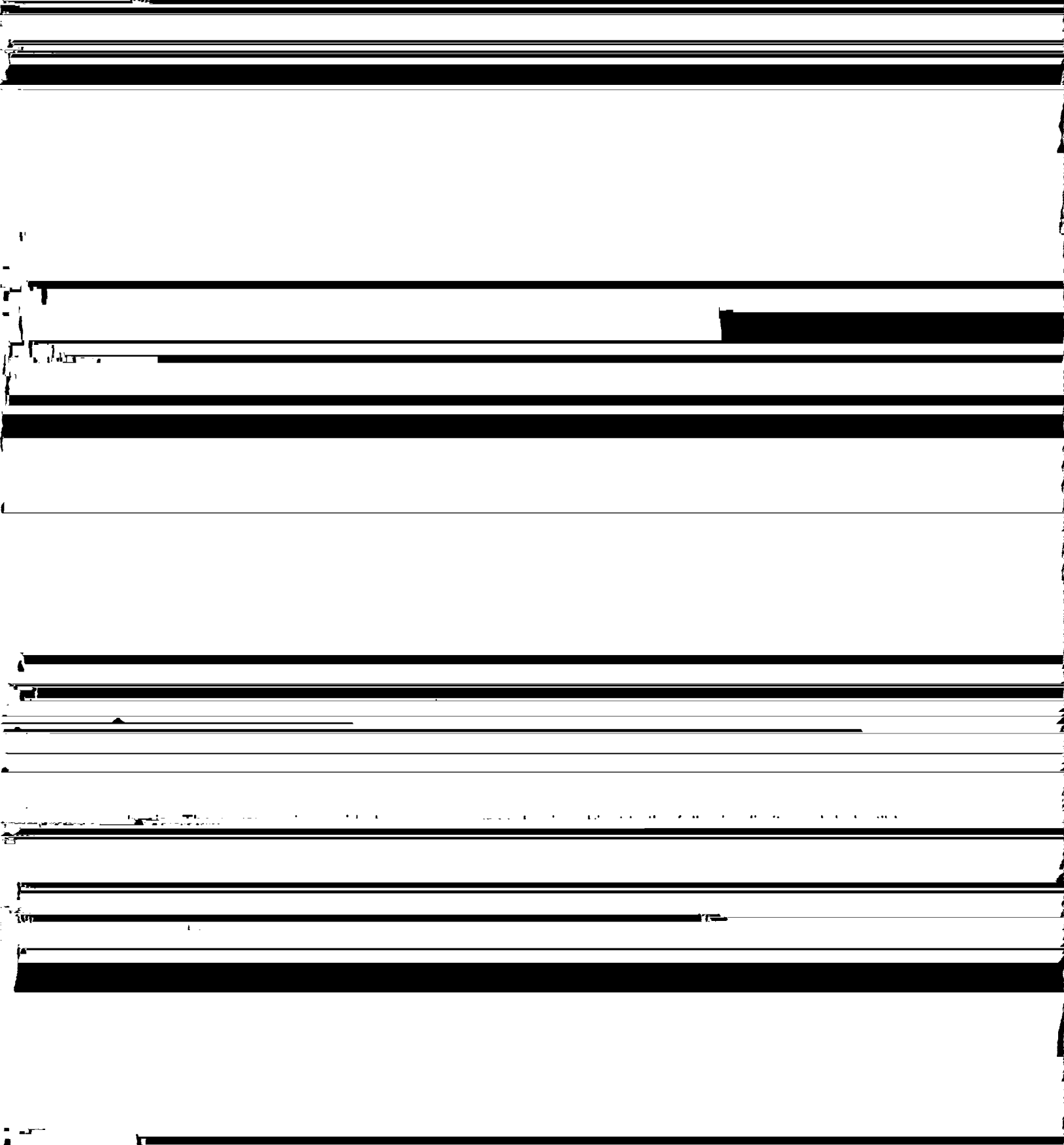
INSURANCE CARRIERS:

A "All Risk" Branch Insurance

TERM: The term of the "all risk" policy, mechanical breakdown policy and crime policy shall commence on July 1, 2004 and shall end July 1, 2005.

DESCRIPTION OF POLICIES:

The aggregate insured value of the Board's property is in excess of \$10 billion on a current replacement cost



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 be legally binding on the Board if entered into in violation of the provisions