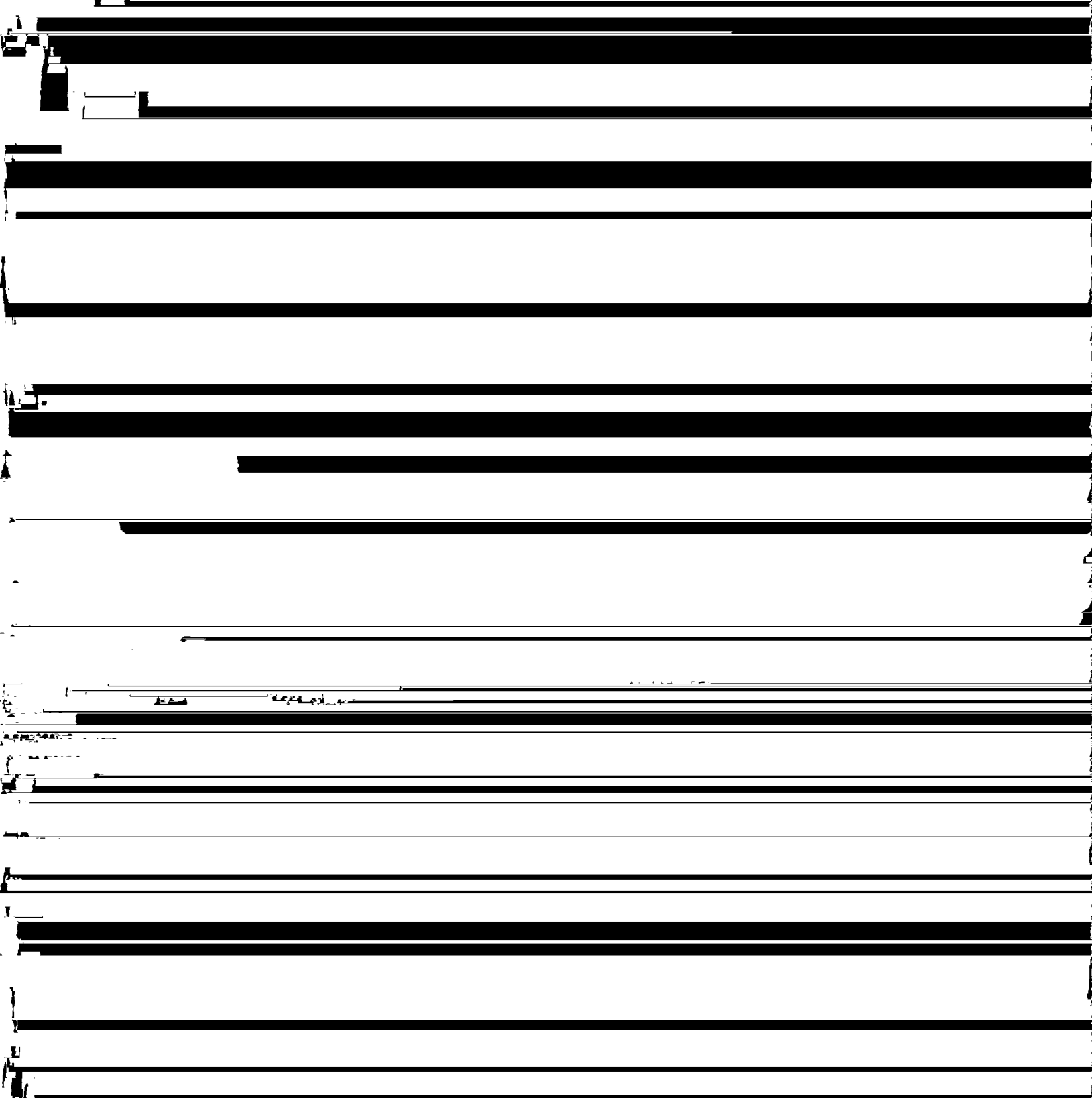


**APPROVE EXERCISING THE FIRST OPTION TO RENEW THE EXTENSION AGREEMENT  
WITH JOHNSON RESEARCH GROUP, INC.**

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

Approve exercising the first option to renew the Extension Agreement with Johnson Research Group, Inc. to provide consulting services to School Financial Services at a cost for this option period not to exceed \$150,000. A written document exercising this option is currently being negotiated. No payment shall be made to Consultant ~~for this option period prior to the execution of the written document. The authority granted herein shall~~



**DELIVERABLES:** Consultant will continue to provide the following deliverables: monthly project reports, database of TIF revenues and potential revenue opportunities from existing TIF districts, a database of schools in or adjacent to TIFs, intergovernmental agreements, feasibility analyses, and strategic planning documents, all as requested by the Chief Financial Officer.

**OUTCOMES:** Consultant's services will result in revenue for the Capital Improvement Program over the next 1-5 years. To date, the consultant has helped negotiate \$266 million in intergovernmental agreements with the City of

Chicago to fund new schools and anticipates negotiating an additional \$400 million in the next two to three years.

**COMPENSATION:** Consultant shall be paid during this option period as follows: Hourly rate of \$150 plus

reimbursables: with total compensation not to exceed the sum of \$150,000.

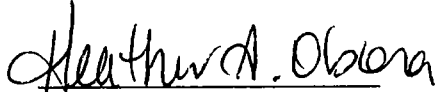
FINANCIAL: Change to School Financial Services \$150,000 Fiscal Year 2000

Budget Classification: 0230-476-000-1121-5410

Source of Funds: Fund 476 (Capital Fund)

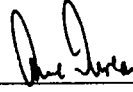
**GENERAL CONDITIONS:**

Approved for Consideration:



Heather A. Obora

Approved:



Arne Duncan

Chief Executive Officer



John Malorca  
Chief Financial Officer

Approved as to legal form: *6H*



Patrick J. Rocks  
General Counsel