

May 24, 2006

**AUTHORIZATION OF AN AGREEMENT FOR CONSULTANT'S SERVICES (FY2007)
WITH DA DAVIDSON & CO. (FORMERLY KIRKPATRICK PETTIS)**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve an agreement with DA Davidson & Co. ("DAD," formerly Kirkpatrick Pettis) ("Consultant") to provide consulting services to the Office of School Financial Services at a cost not to exceed \$380,000.00. A written Agreement for Consultant's Services (FY2007) (the "Agreement") is currently being negotiated. No payment may be made to Consultant during the period prior to the execution of the written Agreement. The authority granted herein shall automatically rescind in the event a written Agreement is not executed within 90 days of the date of this Board Report. Information pertinent to the Agreement is stated below.

CONSULTANT:

DA Davidson & Co.
Suite 1829
20 N. Wacker Dr.
Chicago, Illinois 60606
Bill Morris
(312) 364-9030
Vendor # 81334

USER:

Office of School Financial Services

Chicago, IL 60603
David Bryant
(773) 553-2790

TERM: The Agreement will be for a period commencing on July 1, 2006, and terminating not later than June 30, 2007. The Agreement is awarded on a non-competitive basis because of the Consultant's prior service, experience and contribution to the implementation of the Board's capital financing program.

AFFIRMATIVE ACTION: This contract is in partial compliance with the goals required by the Revised Remedial Plan for Minority and Women Business Enterprise Contract Participation (M/WBE). The participation goals for this contract are 25% MBE and 5% WBE. The vendor has received a waiver for the WBE certification goals.

Total MBE 35%
DA Davidson & Co.
20 N. Wacker Dr., Suite 1829
Chicago, Illinois 60606

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

FINANCIAL: Charge to Office of School Financial Services: \$15,000.00	Fiscal Year: FY07
Budget Classification: 0200-210-000-1135-5410	Source of Funds: Operating Not to exceed \$15,000
Charge to Bureau of Treasury: \$365,000.00	Fiscal Year: FY07
Budget Classification: 0230-210-000-1135-5410	Source of Funds: Operating Not to exceed \$15,000
Budget Classification: 0230-401-000-1135-5410	Source of Funds: Other bond funds Not to exceed \$350,000

(If bond sales or other financing transactions result from the work of this Consultant, then the Board reserves the right to amend the contract to include the funding

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, a former Board member during the one-year period following expiration or other termination of their terms of office.

~~Updated: The Board's Indebtedness Policy adopted June 28, 1999 (09-0628-BO3) as amended from time~~

to time, shall be incorporated into and made a part of the Agreement.

~~Updated: The Board's Ethics Code adopted June 22, 2004 (04-0622-BO4) as amended from time to time, shall be~~