

APPROVE EXERCISING THE OPTION TO RENEW THE AGREEMENT WITH MCGLADREY AND PULLEN, LLP FOR EXTERNAL AUDIT SERVICES

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the option to renew the agreement with McGladrey and Pullen LLP to provide consulting services to Chicago Public Schools Office of School Financial Services, at a cost for the option period not to exceed \$1,000,500. A written document exercising this option is currently being negotiated. Payment shall be made to Consultant during the option period prior to the execution of the written

document. The authority granted herein shall automatically rescind in the event a written document is not

executed within 90 days of the date of this Board Report. Information pertinent to this option is stated below.

Specification Number : 05-250036
Contract Administrator : Martha Escareno / 773-553-2284

CONSULTANT:

Vendor # 29778
Mcgladrey & Pullen, Llp

SCOPE OF SERVICES:

Consultant shall continue to perform an annual independent audit of the Board for the fiscal year ending 2010 that will include:

A financial audit in accordance with generally accepted auditing standards and government auditing standards

A single audit in accordance with the U.A. Accounting Office's Government Accounting Standards, as amended (also known as the Yellow Book)

Review of internal controls

Data processing review

Management Letter of Recommendations and contains findings and best practices noted during the audit

Additional work in support of implementing new government accounting standards, complying with audit attestation requests as required by Federal, state, local or other funding agencies, and other audit related

negotiated fee schedule and submission of the deliverables and shall be payable upon invoicing. The

amounts of all additional sources of revenue shall not exceed 15% of the annual fee per fiscal year. The

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

Ethics The Board's Ethics Code adopted June 23, 2004 (04-0623-BO4) as amended from time to time