

BOARD OF TRUSTEES OF COMMUNITY COLLEGE DISTRICT NO. 508  
County of Cook and State of Illinois

BANKING SERVICES FEES  
BANK OF AMERICA, N.A. (formerly LaSalle Bank)  
Office of Finance  
ALL COLLEGES AND DISTRICT OFFICE

THE CHANCELLOR

REPORTS

that on July 1, 2008 the District moved its primary banking services from LaSalle Bank (now Bank of America, N.A. ) to J.P. Morgan Chase; and

that concurrent with the transition from Bank of America, N.A. to JPMorgan Chase, there was a need to keep the Bank of America, N.A. accounts open for at least six months at minimal balances to allow for: (1) outstanding checks to clear; (2) payments to post to Colleges' depository accounts; and (3) for other miscellaneous items to clear; and

that fees were incurred for keeping the accounts open; and

that the District received an invoice from Bank of America, N.A. to cover fees incurred for the banking services during the transition period and up to the time when all accounts were closed at Bank of America, N.A.; and

that, in addition, the District received an invoice for several large check orders placed by the District through LaSalle Bank during its transition to Bank of America, N.A. which were inadvertently not billed and not posted to City Colleges statement for payment by compensating balance; and

that when the Treasury staff challenged the above mentioned invoice, the bank, per its common practice, reversed the charges pending further research; and

that the Treasury staff in conjunction with Bank of America, N.A. staff have completed additional analysis and research and agreed that certain fees were not covered by the low compensating balances; and

that those fees are estimated not to exceed \$35,000 which is due now for all services received during the months when the accounts remained open; and

THE CHANCELLOR

RECOMMENDS

that the Board of Trustees authorizes the CFO and/or the Treasurer to pay the above described bank service fees to Bank of America, N.A. by direct payment for an amount not exceed \$35,000.00

FINANCIAL

Not to exceed \$35,000 – Education Fund

Respectfully submitted,

Wayne D. Watson  
Chancellor