

30627
ADOPTED – BOARD OF TRUSTEES COMMUNITY
COLLEGE DISTRICT NO. 508
OCTOBER 7, 2010

BOARD OF TRUSTEES OF COMMUNITY COLLEGE DISTRICT NO. 508
COUNTY OF COOK AND STATE OF ILLINOIS

INTERNAL AUDIT SERVICES –
DISTRICT - WIDE
(Amend Board Report #28963 Adopted April 12, 2007)
(Amend Board Report #30363 Adopted June 3, 2010)

THE CHANCELLOR

REPORTS

that in Board Report #28963 adopted April 12, 2007, the Board authorized the Chairman to enter into an agreement with Washington, Pittman & McKeever and Smart Business Advisory & Consulting, LLC to provide internal audit consulting services to the City Colleges of Chicago (CCC) for a period of two (2) years beginning October 1, 2008 through June 30, 2010 with an option to extend for one (1) additional year in accordance with RFP# NU0809; and

that the fees were negotiated as follows: 1) a rate of \$95 per hour not to exceed an annual amount of \$290,000 for Washington, Pittman and McKeever and 2) a rate of \$130 per hour not to exceed an annual amount of \$230,000 for Smart Business Advisory & Consulting, LLC; and

that in Board Report #30363 adopted June 3, 2010, the Board authorized the renewal of the agreements with Washington, Pittman & McKeever and LECG Smart (formerly Smart Business Advisory & Consulting, LLC) for one additional year beginning July 1, 2010 through June 30, 2011, under the same terms and conditions and hourly rates adopted in Board Report #28963 noted above; and

that the Office of Internal Audit seeks to amend the existing agreement with LECG Smart due to the need for additional internal audit consulting services to assist the new department of Business Enterprise with establishing baseline data for all CCC enterprise functions such as Washburne Culinary Institute, The French Pastry School, Child Care Centers, and others; and

that the Office of M/WBE Contract Compliance has reviewed the above referenced internal audit services agreement and has found that both Washington, Pittman & McKeever, a certified MBE working with Thelma Butler, a certified WBE and LECG Smart (formerly Smart Business Advisory & Consulting, LLC) working with Benford Brown a certified MBE and Gladys Wilson a certified WBE firm for additional services, are in compliance with the Board Approved Participation Plan; and

that it shall be the duty of each party to the agreement to cooperate with the Inspector General for City Colleges of Chicago in any investigation conducted pursuant to the Inspector General's authority under Article II, Section 2.6.4(b) of the Board Rules for Management and Government.

THE CHANCELLOR

RECOMMENDS

that the Board of Trustees approves the amendment to the existing agreement with LECG Smart for additional internal audit consulting services in the amount of \$180,000. The additional amount of \$180,000 brings the total not to exceed amount of \$410,000 through June 30, 2011.

FINANCIAL

LECG Smart (formerly Smart Business Advisory & Consulting, LLC)
\$230,000.00-00003-0015002-00086-00000-00000000-532100
\$180,000.00-00003-0015002-00086-01216-00000000-532100

Respectfully submitted,

**Cheryl L. Hyman
Chancellor**

October 7, 2010 – Internal Audit – District Office