

(ATTACHMENT 1) ACTION ON REQUEST TO WAIVE ADMINISTRATIVE POLICY 3.09(9)(e) AND EXTEND A CONTRACT FOR BANKING SERVICES

This item initiated by the Administration.

ADMINISTRATION'S RECOMMENDATION

The Administration recommends that the Board authorize a waiver and extend the following contract:

RFP 755 Authorization to Waive Administrative Policy 3.09(9)(e) and Extend a Contract with JPMorgan Chase Bank, N.A. for Banking Services

The Administration is requesting authorization to waive the three-year term limit of Administrative Policy 3.09(9)(e) and extend the contract with JPMorgan Chase Bank, N.A. (JPM) to perform the banking services of the District.

This contractor was chosen pursuant to RFP 755. The original contract term was from March 25, 2012 to March 24, 2017. Given the complex nature of procuring such services, the Administration has investigated possible use of the state contract for banking services. It is the Administration's current understanding that the State plans to competitively bid those services in the near future. As such, the Administration has determined it is appropriate to extend the current contract with JPM while awaiting the result of the State's procurement action.

This contract extension will run from March 25, 2017 through March 24, 2018. The total cost of the contract will not exceed \$20,600. This expenditure will be offset by interest earnings and earning credits on the average daily balances on deposit with the bank. The combination of the earnings credits and interest earnings, offset against the cost of banking services, will result in the lowest net cost of services to the District.

Budget Code:

FSC-0-0-BSF-DW-EDDU..... (Contract – Board Funding)\$20,600

JP Morgan Chase Bank, N.A.

HUB PARTICIPATION

Required15%

Proposed15%

\$ Value\$TBD

STUDENT ENGAGEMENT

Paid Student Employment Hour Commitment: 0 HOURS/12-mo contract

Student Career Awareness Commitment: 10 HOURS/12-mo contract