VOLUNTARY EXCLUSION OF TRUE STAR FOUNDATION and G-NEXT, INC.

THE CHIEF ADMINISTRATIVE OFFICE REPORTS THE FOLLOWING RECOMMENDATION:

That the Board of Education of the City of Chicago ("Board") 1) accept the voluntary exclusion of G-NEXT, INC. from doing any business with the Board for a period of three years and 2) the exclusion of TRUE STAR FOUNDATION (collectively "the Respondents") from doing any business with the Board until January 31, 2014 for the earlier of the times that they make a payment for restitution in the amount of \$5,000.00.

On August 5, 2013, the Board's Chief Purchasing Officer filed and served on Respondents a Notice of Proposed Debarment ("Notice"), initiating a debarment proceeding against them, based upon: (1) Respondent's employee failure to cooperate with the OIG in violation of 105 ILCS 5/34-13.1 and Debarment Policy 2(c), 2(f), 2(i)(7); (2) improper conduct relating to bills, invoices, claims in violation sections 2(h); 2(i)(3), (6), (9) & (10); 2(k) of the Debarment Policy and (3) violations of the Code of Ethics. The Board and the Respondents have reached a settlement agreement with the Respondents which is set forth above.

Based on the facts set forth in the Notice and supporting documentation, the Chief Administrative Officer recommends that the Board accept the voluntary exclusion of the Respondents for the time periods set forth above.

LSC REVIEW:

LSC approval is not applicable to this report.

AFFIRMATIVE

ACTION STATUS:

Affirmative Action review is not applicable to this report.

FINANCIAL:

None.

GENERAL

CONDITIONS:

None.

APPROVED:

Chief Administrative Officer

APPROVED AS TO LEGAL FORM:

JAMES L. BEBLEY General Counsel