

APPROVE SETTLEMENT AGREEMENT IN CASE # 99 L 2267

THE GENERAL COUNSEL REPORTS THE FOLLOWING DECISION:

TERMS OF SETTLEMENT: Plaintiff, Near North Insurance Group, filed a complaint in State court alleging breach of contract and quantum meruit. Following significant litigation and an evaluation of the evidence presented during the litigation, the Law Department has determined that it is in the best interest of the Board to settle this matter as follows: (1) the payment of \$250,000.00 to Plaintiff for past contractual services, and (2) the award of a contract to Plaintiff in an amount not to exceed \$215,000.00, divided as follows: (a) A total of \$75,000.00 to Near

[REDACTED]

North for its services on (b) other defined policies and (c) \$140,000.00 to be paid to Near North for distribution to

minority subcontractors it selects to perform the individual site inspections. This settlement does not require the payment of any attorney's fees. Upon approval of this settlement agreement by the Board and the signing of the settlement agreement, the parties agree to dismiss the complaint.

CONTRACT: Request to be internal audit report by the Bureau of Risk and Benefits Management has

associated with the Board's property portfolio. The database developed by Near North will result in a risk management tool directly attributable to loss prevention and loss reduction.

COMPENSATION: Upon dismissal of the complaint, Near North shall be paid the lump sum of \$ 250,000.00. For services rendered under the contract, Near North shall be paid as follows: The sum of \$37,500.00 upon signing of the contract, the sum of \$37,500.00 upon satisfactory completion of Phase Two

[REDACTED]

[REDACTED]

rendered, to be paid to Near North for distribution to the minority subcontractors its selects for such inspections.

REIMBURSABLE EXPENSES: None.

AUTHORIZATION: Authorize the General Counsel to execute the Settlement Agreement and all ancillary documents related thereto. Authorize the General Counsel to include the following information in the Settlement Agreement:

[REDACTED]