

March 24, 2004

**APPROVE SETTLEMENT RECOMMENDATION IN LITIGATION  
WESTERN STATES INSURANCE CO. v. CHICAGO CONTRACT CLEANING AND  
BOARD OF EDUCATION  
CASE NO. 01 CH 20341**

**THE GENERAL COUNSEL REPORTS THE FOLLOWING SETTLEMENT:**

**DESCRIPTION:** Law Department attorneys have reached a settlement, subject to Board approval, of the case captioned Western States Insurance Co. v. Chicago Contract Cleaning and Board of Education of

the City of Chicago (Circuit Court of Cook County). The General Counsel recommends this settlement which provides for payment from Western States Insurance Co. to the Board of Education in the amount of \$125,000. The lawsuit relates to a declaratory judgment issue arising out of an underlying matter regarding a Chicago Public Schools employee's workers compensation case. The payment by Western States Insurance Co. represents the exhaustion of liability limits in the Western States Insurance Co.'s policy at issue. In return for the payment, the Board will release all claims against Western States