

**APPROVE SETTLEMENT AND MUTUAL RELEASE AGREEMENT
WITH SCHWENDENER/GONZALES JOINT VENTURE**

THE GENERAL COUNSEL REPORTS THE FOLLOWING SETTLEMENT:

DESCRIPTION: Law Department attorneys have reached a settlement subject to Board approval of the

Chicago Board of Education's ("Board") dispute with Schwendener/Gonzales Joint Venture ("SGJV") resolving SGJV's claim against the Board for breach of contract in relation to the William K. Sullivan Elementary School construction project. The dispute involved issues of delay on the project. This matter was sent to court ordered mediation where the parties agreed to settlement in the amount of \$525,000.00 for the delay costs, plus the payment of the outstanding balance of the original contract amount which was not disputed in the litigation.

LOG REVIEW: LOG

AFFIRMATIVE ACTION STATUS: Affirmative Action review is not applicable to this report.