



August 12, 2015

Item No. 23

AUTHORIZATION FOR THE CHA OFFICE OF THE INSPECTOR GENERAL TO ENTER INTO A CONTRACT WITH DELOITTE FINANCIAL ADVISORY SERVICES FOR INVESTIGATIVE SERVICES

To the Honorable Board of Commissioners:

RECOMMENDATION

It is recommended that the Board of Commissioners authorize the Inspector General to enter into a firm fixed rate contract with Deloitte Financial Advisory Services LLP (“Deloitte”) to provide investigative services to the Office of Inspector General in an amount not to exceed \$250,000.00 for a base period of two (2) years, with one (1) one-year option, which may be exercised at the discretion of the Inspector General, subject to funding availability and satisfactory performance by the contractor.

The Inspector General, the Office of the General Counsel and the Department of Procurement and Contracts have completed all necessary due diligence to support the submission of this initiative and recommend the approval of this item accordingly.

CORPORATE GOAL:

Ensure the Chicago Housing Authority’s portfolio is safe, decent and sustainable. Ensure the CHA programs are administered with economy, efficiency and integrity.

FUNDING: OIG Budget – General Funds

Vendor: Deloitte Financial Advisory Services LLP
111 South Wacker Drive
Chicago, Illinois 60606

Contract Type: Investigative Services

Base Contract Amount: Firm Fixed Rate - Not To Exceed \$250,000.00

Base Contract Period: 2 Years

Option Years: One (1) One Year Option

Solicitation Release date: January 05, 2015

Days Advertised: 44

Pre-Bid/Proposal date: January 15, 2015

Solicitation Due Date: February 17, 2015

Respondents: Five (5)

M/W/DBE PARTICIPATION

Direct: MBE ____% WBE ____% DBE ____%

Indirect: MBE ____% WBE ____% DBE ____%

Waiver: MBE ____% WBE ____% DBE ____%

GENERAL BACKGROUND / EXPLANATION

The OIG is an independent body within the CHA. Its purpose is to investigate and inspect matters concerning fraud, theft, waste, abuse and misconduct within or affecting the CHA. In connection with investigations of CHA residents, employees, contractors, subcontractors or any entity receiving funds from CHA, the OIG may periodically require the services of additional investigative and forensic support on an as-needed basis.

In connection with investigations of CHA residents, employees, contractors, subcontractors or any entity receiving funds from CHA, the OIG may require assistance in the areas of Digital Forensics, Forensic Accounting and Intelligence and Due Diligence. For this proposal, Respondents had to propose on all three areas of discipline.

Deloitte Financial Advisory Services is the world's largest professional services firm with almost a quarter million employees. They have extensive familiarity and experience supporting investigations with HUD, as well as local, state and federal agencies including other Inspectors General. Their staff contain a significant number of professionals who possess the skills responsive to each area of this RFP. Deloitte's Chicago-based engagement leads have extensive skills and experience managing this talented and deep pool of professionals conducting Forensic Accounting, Digital Forensics and Due Diligence and Business Intelligence, and are readily available to address any needs or issues.

The Board action recommended in this item complies in all material respects with all applicable Chicago Housing Authority Board policies and all applicable federal (HUD) procurement laws.

The Inspector General concurs with the recommendation to enter into a contract with Deloitte Financial Advisory Services LLP to provide investigative services to the Office of Inspector General.

The Chief Executive Officer recommends that the Board authorize the Inspector General to enter into a firm fixed rate contract with Deloitte in an amount not to exceed \$250,000.00 for a base period of two (2) years with one (1) one-year option, which may be exercised at the discretion of the Inspector General, subject to funding availability and satisfactory performance by the contractor.

Resolution No. 2015-CHA-

WHEREAS, the Board of Commissioners has reviewed the Board Letter dated August 12, 2015 entitled **“AUTHORIZATION FOR THE CHA OFFICE OF THE INSPECTOR GENERAL TO ENTER INTO A CONTRACT WITH DELOITTE FINANCIAL ADVISORY SERVICES FOR INVESTIGATIVE SERVICES.”**

THEREFORE, BE IT RESOLVED BY THE CHICAGO HOUSING AUTHORITY

THAT the Board of Commissioners authorizes the Inspector General or her designee to enter into a firm fixed rate contract with Deloitte Financial Advisory Services LLP for investigative services in an amount not to exceed \$250,000.00, and for a base term of two (2) years, with one (1) one-year option. The one year option may be exercised at the discretion of the Inspector General, subject to funding availability and satisfactory performance by the contractor.

This award is subject to the Contractor’s compliance with the CHA’s MBE/WBE/DBE, Section 3 requirements and insurance requirements.