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Chairman: Jay Stewart
Members: Ed Bedore, Ricardo Morales, Larry Ivory, Bill Black

May 29, 2014

Fred Hahn
Chief Procurement Officer
Capital Development Board
377C Stratton Office Building
Springfield, IL 62706

Re: 50-35 Potential Conflict of Interest, 120-135-061

Dear Mr. Hahn,

In accordance with the requirements of Section 50-35 of the Illinois Procurement Code, I have reviewed your request received May 29, 2014 and understand the facts to be as follows:

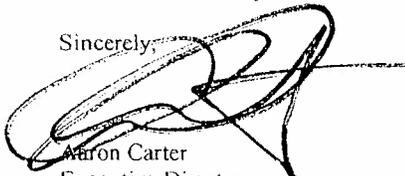
- 1) The Capital Development Board has issued a request for a review and comment on potential conflicts of interest disclosed by Shive-Hattery, Inc.
- 2) The contract pertains to Upgrade for Residential Treatment Unit.
- 3) Shive-Hattery, Inc was selected via competitive sealed bids.
- 4) The disclosure form submitted on behalf of Shive-Hattery, Inc indicates the following:
 - a. Bill Groh- filed individual bankruptcy which was received in 2005.
 - b. Jennifer Radloff father, James Flannery, is a village council member in the village of Milan, Illinois. His annual salary is \$2000, and he has served in this capacity for 24 year.
 - c. Marti Ahlgren husband, Scott Ahlgren, is a Financial Aid Advisor 111 at Black Hawk College. His annual salary is \$61,000 and he has served in this capacity for 18.5years.
- 5) The Capital Development Board confirmed that none of the disclosed individuals were in a position to influence the award of this contract. The Capital Development Board and CPO Hahn indicate that it would be in the best interest of the State to approve this conflict of interest due to the using agency's needs and the value of the contract.

Based on the foregoing, you are requesting my review and comment pursuant to the Illinois Procurement Code.

Review and Comment

After careful review of the documentation provided, I do not view the relationships disclosed above as creating a conflict of interest sufficient to preclude the Capital Development Board from entering into a contract with Shive-Hattery, Inc for the services outlined in your letter received May 29, 2014.

Sincerely,



Aaron Carter
Executive Director

Cc: EEC General Counsel