

NOTICE OF CONTRACT AWARD
Custodial Accounting, Brokerage and Trading Services
RFP 370-400-23-009

Vendor Selected for Award:

Name: Kelmar Associates, LLC

Address: 500 Edgewater Drive, Suite 525
Wakefield, MA 01880

Method: RFP 370-400-23-009

Date of Posting: January 27, 2023

Date Bids/Proposals Due: February 14, 2023 before 2:00 p.m. CT

Location Bids/Proposals were submitted:

One East Old State Capitol Plaza
Springfield, IL 62701

Phone: (217) 208-2001

Nature of Contract: The Contractor, selected as the higher-scoring Respondent, will maintain account(s) for the custody and safekeeping of securities remitted to the Office of the Illinois State Treasurer (the "Treasurer") pursuant to the Revised Uniform Unclaimed Property Act, 765 ILCS 1026/15-101 *et seq.* This includes, but is not limited to, safekeeping, receipt, research, delivery, tracking all payments of income and corporate actions, and liquidating presumptively abandoned securities remitted to the Treasurer. Proceeds from securities liquidated by the Contractor will be held for the reported owner of the security by the Treasurer.

Number of Unsuccessful Vendors: One (1)

Price: \$25,000/month, plus the fees outlined in Exhibit A.

Contract Term: Four (4) years. The Agreement may be extended for additional periods, but will not exceed a total term of ten (10) years, including the initial four (4) years.

Contract Award: March 3, 2023

Treasurer of the State of Illinois:

Michael Frerichs

Chief Procurement Officer:

Chris Flynn

Additional information, including copies of forms and disclosures, are on file at the bids/proposals location listed above.



Exhibit A – Proposed Cost Structure

Proposed Cost Structure	\$ Price Per Item	FY 22 Transactions	Yearly Total
Monthly Holdings			
Physically Held Securities	n/a*	x225 (issues)	n/a
Non-Physically held securities	Included in monthly administrative fee	x5,902 (issues)	\$300,000 total administrative fee
Receipt of Securities			
Physically Held Securities	n/a*	x 33 (transfers)	n/a
Non-Physically held securities	Included in monthly administrative fee	x 5,476 (transfers)	Part of administrative fee. See above.
Transfers to claimants			
Physically Held Securities	Price determined by transfer agent	x1 (transfers)	n/a
Non-Physically held securities	Included in monthly administrative fee	x 3,554 (transfers)	Part of administrative fee. See above.
Liquidations			
Physically Held Securities	n/a*	x 1 (issues)	n/a
Non-Physically held securities	Included in monthly administrative fee	x 2,299 (issues)	Part of administrative fee. See above.
Broker Commission	\$0.09 per share or 25% of principal for shares priced < \$0.09	x 6,500,000 (shares)	Dependent on price of securities.
Wire/ACH	\$30 per wire/no cost for ACH	x 4 (transfers)	\$120 maximum
Secure Website Access	Included in monthly administrative fee		Part of administrative fee. See above.
Additional Fees not specified above (Please specify each fee below)			



KELMAR

House account Mutual Fund Transfer	One-time		\$75,000

**Wells Fargo Advisors cannot hold physical securities. At time of initial transfer, Kelmar will evaluate a list of all physicals to determine eligibility for deposit. For physicals that can be deposited into the main custodial account at Wells Fargo Advisors, Kelmar will coordinate the paperwork needed for deposit. For those physicals that cannot be deposited, Kelmar recommends holding in Treasurer's vault and moving into a separate custodian in the KAPS® System. This same process will be followed when holders attempt to deliver physical securities.*