

**APPROVE EXERCISING THE SECOND OPTION TO RENEW THE AGREEMENT  
WITH XEROX CORPORATION FOR PRINTING AND REPROGRAPHIC SERVICES**

**THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:**

Approve exercising the second option to renew the agreement with Xerox Corporation for printing and reprographic services for use by all departments and schools at a cost not to exceed \$3,300,000.00 for the option period. A written document exercising this option is currently being negotiated. No payment shall be made to Vendor during the option period prior to the execution of the written document. The authority granted herein shall automatically rescind in the event a written document is not executed within 90 days of the date of this Board Report. Information pertinent to this option agreement is stated below.

**SPECIFICATION NO.:** 96-260083

**VENDOR:**

Xerox Corporation  
Attention: Mr. Michael Krapec  
125 South Wabash – Suite 1850  
Chicago, Illinois 60603  
(312) 683-2800

**USER:**

All Departments and Schools of the Board of Education of the City of Chicago

**ORIGINAL AGREEMENT:** The original Professional Services Agreement (authorized by Board Report No. 96-0828-PR77) is for a term commencing September 1, 1996 and ending August 31, 2001, with the Board having the option to renew for two additional one year periods. The original agreement was renewed for a term commencing September 1, 2001 and ending August 31, 2002 (authorized by Board Report 01-0822-PR3). The original agreement was awarded pursuant to a duly advertised Request for Proposals (Specification No. 96-260083).

**OPTION PERIOD:** The term of this agreement is being extended for one (1) year commencing September 1, 2002 and ending August 31, 2003.

**OPTION PERIODS REMAINING:** None

**SCOPE OF SERVICES:** Xerox Corporation will continue to provide a variety of printing and reprographic services as requested by all schools, regional and central office staff.

**DELIVERABLES:** Xerox Corporation will continue to complete and deliver copy printing/reprographic requests to schools, regional and central office departments. Additionally, Xerox will continue to provide the Board with a monthly report on all purchases as more fully detailed in the written agreement.

**COMPENSATION:** Vendor shall be paid as periodic invoices are submitted and verified in amounts not to exceed \$3,300,000.00 for the option period. All rates and fees will remain at the levels stated in the agreement.

**AUTHORIZATION:** Authorize the General Counsel to include other relevant terms and conditions in the written option document. Authorize the President and Secretary to execute the option document.

**AFFIRMATIVE ACTION:** Based upon a review and analysis of the vendor's compliance with the M/WBE goals from the initial contract term, this contract is in full compliance with the original M/WBE participation goals required by the Revised Remedial Plan for Minority and Women Business Enterprise Contract Participation (M/WBE Plan). The original M/WBE participation goals for the contract include: 35% total MBE, 22% total African American, 10% total Hispanic, 2% total Asian and 5 %total WBE.

The vendor has identified and scheduled the following original M/WBE firms and percentages:

Total MBE 35%

Total 22% African American:

Andrews Printing 16530 S. Halsted, Harvey, IL 60426	\$693,000.00/21% Certified through 12/1/02
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Vinney Printing 329 W. 18 <sup>th</sup> St., Chicago., IL 60616	\$33,000.00/1% Certified through 8/1/02
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Total 11% Hispanic:

Rico Graphics 650 W. Lake, Chicago., IL 60606	\$363,000.00/11% Applied 7/9/02
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Total 2% Asian:

Shivtech/Copies Now 111 W. Washington, Chicago., IL 60602	\$66,000.00 Certified through 3/1/03
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Total WBE 5%

Consolidated Printing 4042 N. Nashville, Chicago., IL 60634	\$82,500.00/2.5% Certified through 4/1/03
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Chicago Printing 2421 S. 25 <sup>th</sup> Ave., Broadview, IL 60155	\$82,500.00/2.5% Reapplied 4/4/02
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The City of Chicago Department of Procurement Services certifies each identified firm. The identified firms are subject to change upon approval from the Procurement and Contract's Division of Compliance and Vendor Services without further Board approval.

**LSC REVIEW:** Local School Council approval is not applicable to this report.

**FINANCIAL:** Charge to Various Departments  
Fiscal Year: 2003 - 2004  
Source of Funds: Various

**GENERAL CONDITIONS:**

Inspector General – Each party to the agreement shall acknowledge that, in accordance with 105 ILCS 5/34-13.1, the Inspector General of the Chicago Board of Education has the authority to conduct certain investigations and that the Inspector General shall have access to all information and personnel necessary to conduct those investigations.


Conflicts – The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board members during the one year period following expiration or other termination of their terms of office.

Indebtedness – The Board's Indebtedness Policy adopted July 26, 1995 (95-0726-EX3), as amended from time to time, shall be incorporated into and made a part of the agreement.

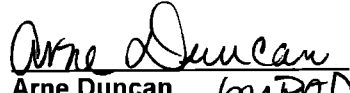
Ethics – The Board's Ethics Code adopted September 27, 1995 (95-0927-RU3), as amended from time to time, shall be incorporated into and made a part of the agreement.

Contingent Liability – The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

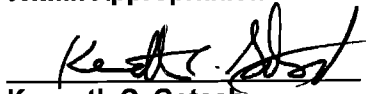
Approved for Consideration:

  
Anita Rocha  
Acting Chief Purchasing Officer

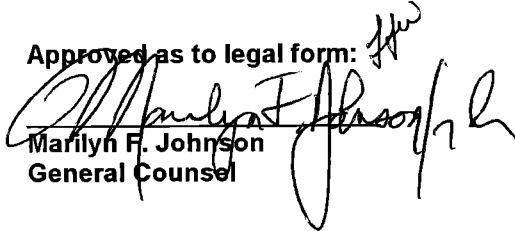
Approved:

  
Arne Duncan (by PAT)  
Chief Executive Officer

Within Appropriation:

  
Kenneth C. Gotsch  
Chief Fiscal Officer

Approved as to legal form: <sup>HW</sup>

  
Marilyn F. Johnson  
General Counsel