

**RATIFY THE EXERCISING OF THE 3rd OPTION TO RENEW THE
AGREEMENT WITH MERCY HOSPITAL AND MEDICAL CENTER AND AUTHORIZE PAYMENT FOR
ADDITIONAL SERVICES RENDERED DURING THE 2ND OPTION PERIOD**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Ratify the exercising of the 3rd option to renew the agreement with Mercy Hospital and Medical Center to provide occupational health services to the Department of Human Resources Bureau of Employee Health Services at a cost for the option period not to exceed \$19,092.00 and authorize payment for additional services rendered during the 2nd option period in the amount of \$11,948.00. A written document exercising the 3rd option is currently being negotiated. No payment for services rendered during the 3rd option period shall be made to Consultant prior to the execution of the written option document. Payment for additional services rendered during the 2nd option period should be paid immediately upon board approval. The authority as to the exercising of the 3rd option granted herein shall automatically rescind in the event a written option document is not executed within 60 days of the date of this Board Report. Information pertinent to this option is stated below.

Specification No.: 99-250325

CONSULTANT:

Mercy Hospital & Medical Center
Stevenson Expressway at King Drive
Chicago, IL 60616
Mark Jones
(312) 567-2624
Vendor #: 18321

USER:

Department of Human Resources
Bureau of Employee Health Services
125 S. Clark St., 2nd Floor
Wendy Haas
(773) 553-1185

ORIGINAL AGREEMENT: The original Professional Services Agreement (authorized by Board Report 99-1215-PR40) was for a term commencing July 1, 1999 and ending June 30, 2000, with the Board having three options to renew the agreement for one-year periods. The first option was exercised for one year (authorized by BR 00-0927-PR44), for a term commencing July 1, 2000 and ending June 30, 2001, in the amount of \$18,000.00. The second option was exercised for one year (authorized by BR 01-0523-PR36), for a term commencing July 1, 2001 and ending June 30, 2002, in the amount of \$18,000.00. The original agreement was awarded on a non-competitive basis.

OPTION PERIOD: The agreement is being renewed for 1 year commencing July 1, 2002 and ending June 30, 2003.

OPTION PERIODS REMAINING: There are no option periods remaining.

ADDITIONAL SERVICES RENDERED DURING 2ND OPTION PERIOD: Consultant was required to perform additional services including random drug and alcohol testing for truck drivers, on-site physicals at the enrollment center during peak capacity opening of schools, and fitness for duty re-evaluations due to increased demand.

SCOPE OF SERVICES FOR THE 3RD OPTION PERIOD: Consultant shall continue to provide occupational health services comprising of drug and alcohol testing services for Reasonable Suspicion testing, provide Fitness for Duty testing, and post-exposure follow ups as defined by (IDOL) Bloodborne Pathogens Standard.

DELIVERABLES: Consultant shall continue to provide results from drug and alcohol and Fitness for Duty testing/examination, and post-exposure follow up and testify at hearings and arbitration proceedings.

COMPENSATION: Consultant shall be paid as follows: for services rendered during the 3rd option period, the sum of \$19,092 to be paid upon invoicing; for additional services rendered during the 2nd option period, the sum of \$11,948.00 payable immediately; total compensation not to exceed the sum of \$31,040.00.

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: The vendor has identified and scheduled the following firms and percentages:

Total MBE 46.6%			
Total African American 32.7%			
Professional Dynamic Network	\$6249.75	32.7%	Certified 10/02
20280 Governors Highway Olympia Fields, Illinois 60461			
Total Hispanic 13.9%			
Valdes Enterprise Inc.	\$ 2,500	13.9%	Certified 10/02
2323 Ravine Way Glenview , Illinois 60025			

The contract amount is under \$25,000 an is therefore exempt from review but the vendor has provided M/WBE Participation.

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

FINANCIAL:	Charge to Department of Human Resources:	\$31,040.00	Fiscal Year: 2003
	Budget Classification: 0710-210-000-3420-5410		Source of Funds: Local Funds

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.

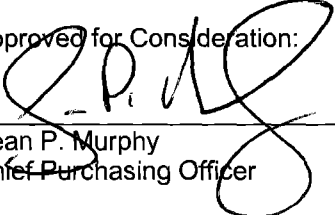
Conflicts – The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board member during the one year period following expiration or other termination of their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




Sean P. Murphy
Chief Purchasing Officer

Approved:



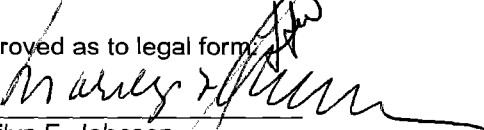
Arne Duncan
Chief Executive Officer

Within Appropriation:



Kenneth C. Gotsch
Chief Fiscal Officer

Approved as to legal form:



Marilyn F. Johnson
General Counsel