

APPROVE EXERCISING THE OPTION TO EXTEND THE PRE-QUALIFICATION STATUS OF AND THE AGREEMENTS WITH VARIOUS CONTRACTORS TO PROVIDE ENVIRONMENTAL CONTRACTING SERVICES

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the option to extend the pre-qualification status of and the agreements with various contractors to provide environmental contracting services to the Department of Operations at a cost for the option period not to exceed \$4,000,000 in the aggregate. Written documents exercising this option are currently being negotiated. No payment shall be made to any Contractor during the option period prior to the execution of such contractor's written document. The authority granted herein shall automatically rescind as to each contractor in the event a written document is not executed for such contractor within 120 days of the date of this Board Report. Information pertinent to this option is stated below.

NAMES OF CONTRACTORS: (See Attachment)

USER: Department of Operations
125 South Clark- 16th Floor
Chicago, IL 60603
Lynn Crivello
(773) 553-3113

All Individual Schools
Citywide Chicago Public Schools
Chicago, IL 60603
Roberta Fichter
(773) 553-3264

ORIGINAL AGREEMENTS: The original Agreements (authorized by Board Report 02-0925-PR04 as amended by Board Report 03-0527-PR09) in the aggregate amount of \$4,100,000 per year are for a term commencing January 1, 2003 and ending December 31, 2004, with the Board having 2 options to extend for 12 month periods. The original agreements were awarded on a competitive basis pursuant to a duly advertised RFP (Specification #02-250054). Originally, 15 contractors were pre-qualified for these services. However, the following 3 contractors have been dropped from this program because (i) Asbestos Control, Inc. is no longer in business, (ii) Environmental Services of Illinois LLC is no longer in business and (iii) Focus Environmental Contractors, Inc. services were not up to program standards.

OPTION PERIOD: The term of each agreement is being extended for one year commencing January 1, 2005 and ending December 31, 2005.

OPTION PERIODS REMAINING: There is one option period for one year remaining.

SCOPE OF SERVICES: Contractors will continue to provide the following services:

1. Asbestos Abatement/Mitigation
2. Lead Abatement/Mitigation
3. Underground Storage Tank response, including cleanup of contaminated soil
4. Cleanup of environmental releases
5. Bird Excrement Cleanup
6. Duct Cleaning
7. Characterization, Package, Transportation Disposal of special or hazardous waste
8. Recycling of fluorescent fixtures
9. Mold remediation

DELIVERABLES: Contractors will continue to provide environmental contracting services in accordance with specifications for each project.

OUTCOMES: Contractor's services will result in projects that comply with the rules and regulations of the State of Illinois and City of Chicago and environmental projects that will improve the health and safety conditions at Chicago Public Schools.

COMPENSATION: The compensation payable to all contractors during this option period, in the aggregate, shall not exceed \$4,000,000.

AUTHORIZATION: Authorize the General Counsel to include other relevant terms and conditions in the written option documents. Authorize the President and Secretary to execute the option documents. Authorize the Chief Operating Officer to execute all ancillary documents required to administer or effectuate this option agreement.

AFFIRMATIVE ACTION: Pursuant to Section 6.2 of the Revised Remedial Plan for Minority and Women Business Enterprise Contract Participation (M/WBE Plan), the Per Contract and Category Goals method for M/WBE participation will be utilized. Thus, contracts for subsequent vendors from the pool created by this contract will be subject to compliance reviews on a contract-by-contract basis. Aggregated compliance of the vendors in the pool will be reported on a quarterly basis.

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

FINANCIAL: Charge to Operations-\$2,000,000
Fiscal Year: FY04-05
Budget Classification: Various Capital Funds

Charge to Operations-\$2,000,000
Fiscal Year: FY04-05
Budget Classification: Various Asset Management Funds

Charge to Individual School discretionary Funds, if appropriate.

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.

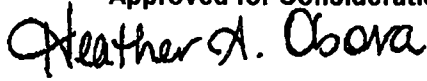
Conflicts – The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board member during the one year period following expiration or other termination of their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



Heather A. Obora *BH*
Chief Purchasing Officer

Within Appropriation:

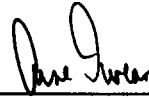


John Maiorca
Chief Financial Officer

Approved as to legal form: *JM*


Ruth M. Moscovitch
General Counsel

Approved:



Arne Duncan
Chief Executive Officer

1. Associated Surface Cleaning, Inc.
135 West Diversey
Elmhurst, Illinois 60126
Contact Person: Dan McDonough
Phone: (630) 941-3600
Vendor # 32709
2. Colfax Corporation
2441 North Leavitt Street.
Chicago, Illinois 60647
Contact Person: Alexander E. Tennant
Phone: (773) 489-4170
Vendor # 31769
3. Enviroplus, Inc.
600 Hartrey Avenue
Evanston, Illinois 60202
Contact Person: Salvador Garcia Jr.
Phone: (847) 475-0022
Vendor # 16234
4. Galaxy Environmental, Inc.
4252 North Milwaukee Avenue
Chicago, Illinois 60641
Contact Person: George A. Salinas
Phone: (773) 427-2980
Vendor # 20242
5. High Efficiency Professional
Abatement, Inc.
4N369 Foxfield Drive
St. Charles, Illinois 60175
Contact Person: Darrel Smith
Phone: (773) 342-7553
Vendor # 31778
6. The Luse Companies
3990 Enterprise Court
Aurora, Illinois 60504
Contact Person: Richard Hughes
Phone: (630) 862-2600
Vendor # 13832
7. MACC Environmental Contractors, Inc.
508 North Hermitage Street
Chicago, Illinois 60622
Contact Person: George Kelly
Phone: (312) 243-8205
Vendor # 35022
8. Mamax, Inc.
684 County Line Road
Bensenville, Illinois 60106
Contact Person: Kaz Koniarczyk
Phone: (630) 694-9080
Vendor # 27354
9. Nationwide Environmental, Inc.
107 West First Street
Elmhurst, Illinois 60126
Contact Person: Harvey Davis
Phone: (630) 279-7642
Vendor # 33053
10. Tecnica Environmental Services, Inc.
1612 West Fulton Street
Chicago, Illinois 60612
Contact Person: Sergio Munoz
Phone: (312) 243-0077
Vendor #39757
11. Specialty Systems of Illinois, Inc.
183 West 162nd Street
South Holland, IL 60473
Contact Person: Richard Hughes
Phone: (708) 333-4411
Vendor # 24894
12. S.B. Enterprise, Inc.
8112 S. Cottage Grove
Chicago, IL 60619
Contact Person: Shawn Brown
(773) 783-0665
Vendor # 30486