

**APPROVE EXERCISING THE FIRST OPTION TO RENEW THE AGREEMENT WITH
A & R JANITORIAL SERVICES, INC. TO PROVIDE PROFESSIONAL CUSTODIAN MANAGEMENT
SERVICES AT THE 125 S. CLARK STREET BUILDING**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the first option to renew the agreement with A & R Janitorial Services, Inc. to provide professional custodian management services at the 125 S. Clark Street Building at a total cost not to exceed \$840,359.31 for a 1-year renewal term. A written renewal agreement for Vendor's services is currently being negotiated. The authority granted herein shall automatically rescind in the event a written renewal agreement is not executed within 90 days of the date of this Board Report. Information pertinent to this renewal agreement is stated below.

SPECIFICATION NO.: 04-250028

VENDOR: A & R Janitorial Services, Inc.
5234 West 25th Street
Cicero, Illinois 60804
Contact: Deborah Pintor
Phone: 708-656-8300
Vendor # 25526

USER: Department of Operations/Real Estate
125 S. Clark Street - 16th Floor
Chicago, IL 60603
Lori J. Woodman
773-553-2922

ORIGINAL AGREEMENT: The original agreement (authorized by Board Report No. 04-0922-PR2) is for a term commencing October 1, 2004 and ending September 30, 2006 with the Board having two (2) options to renew the agreement for one-year terms. The original agreement was awarded pursuant to a duly advertised Request for Proposals (Specification No. 04-250028).

RENEWAL TERM: This agreement shall be renewed for a term commencing October 1, 2006 and ending September 30, 2007.

OPTIONS REMAINING: There are is one option to renew for a one-year term remaining.

SCOPE OF SERVICES: Vendor shall continue to supply all labor, supervision, and management expertise necessary to provide the janitorial services required at the 125 S. Clark Street Building, inclusive of all associated costs.

DELIVERABLES: Vendor shall continue to provide custodial cleaning services at the 125 S. Clark Street Building.

OUTCOMES: Vendor's services will result in quality janitorial services, accountability, and reduction of expenses.

COMPENSATION: Vendor shall be paid during the renewal term as follows:

	<u>10/1/06 - 9/30/07</u>
Base salaries (not to exceed)	\$601,326.40
Reimbursables (not to exceed)	\$214,559.34
Overhead/Profit	<u>\$ 24,473.57</u>
Total	\$840,359.31

Total compensation for the 1-year renewal term not to exceed \$840,359.31.

REIMBURSABLE EXPENSES: Reimbursable expenses include FICA, SUI, FUI, Head Tax, WC& GL, Health & Welfare, Pension and Uniforms.

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

AFFIRMATIVE ACTION: This contract is in full compliance with the goals required by the Sheltered Market Revised Remedial Plan for Minority and Women Business Enterprise Contract Participation.

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

Total MBE% - 100%

A & R Janitorial Services, Inc. (H)
5234 West 25th Street
Cicero, Illinois 60804

certified through 08/01/2006

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

FINANCIAL: Charge to Operations:	\$630,269.95	FY-06/07
	\$210,089.36	FY-07/08

Budget Classification: 0643-210-000-4462-5400

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.

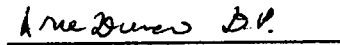
Contingent Liability – The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

Approved for Consideration:



**Heather A. Obora
Chief Purchasing Officer**

Approved:




**Arne Duncan
Chief Executive Officer**

Within Appropriation:



**John Maiorca
Chief Financial Officer**

Approved as to legal form 



**Patrick J. Rocks
General Counsel**