

July 25, 2001

01-0725-PR44

**APPROVE EXERCISING THE FIRST OPTION TO EXTEND THE AGREEMENT
WITH OFFICE DEPOT FOR THE PURCHASE OF OFFICE SUPPLIES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the first option to extend the agreement with Office Depot for the purchase of office supplies for use by all departments and schools at a cost not to exceed Seven Million Dollars (\$7,000,000). 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 60 days of the date of this Board Report. Information pertinent to this option is stated below.

SPECIFICATION NO.: 00-250488

VENDOR:

Office Depot
Attn: Steve Purgatorio
District Sales Manager
515 Kehoe Avenue
Carol Stream, Illinois 60188
(800) 651-4624 Ext. 4452
Vendor #14360

USER:

All Departments and Schools of the Board of Education of the City of Chicago
c/o Department of Procurement and Contracts
125 S. Clark Street
10th Floor
Aileen Velazquez
(773) 553-2280

ORIGINAL AGREEMENT: The original contract (authorized by Board Report 00-0628-PR3) in an amount not to exceed \$7,000,000 is for a term commencing July 1, 2000 and ending June 30, 2001, with the Board having (4) options to extend the agreement for one (1) year periods. The original contract was awarded pursuant to a duly advertised bid solicitation (Specification No. 00-250488).

OPTION PERIOD: The term of this agreement is being extended for one (1) year commencing July 1, 2001 and ending June 30, 2002.

OPTION PERIODS REMAINING: There are 3 option periods remaining for periods of one (1) year each.

COMPENSATION: Vendor shall be paid upon receipt of invoices, not to exceed \$7,000,000.00.

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: Vendor agrees to comply with and be bound by the provisions of the Revised Remedial Plan for Minority and Women Business Enterprise Economic Participation (M/WBE Plan).

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

FINANCIAL: Charge to Various Departments
Fiscal Year: 2002
Source of Funds: Various

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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.

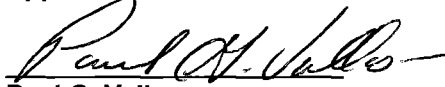
Ethics – The Board's Ethics Code adopted September 27, 1995 (95-0927-RU3), as amended from time to time, shall be incorporated into and made a part of the agreement.

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).

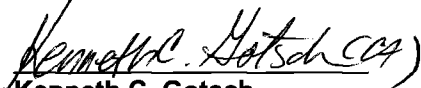
Approved for Consideration:


Natalye Paquin
Chief Purchasing Officer

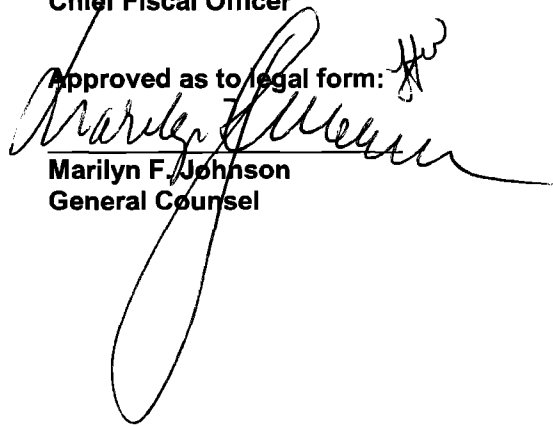
Approved:


Paul G. Vallas
Chief Executive Officer

Within Appropriation:


Kenneth C. Gotsch
Chief Fiscal Officer

Approved as to legal form:


Marilyn F. Johnson
General Counsel