

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

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

Approve exercising the first option to renew and amend the agreement with Xerox Corporation for printing and reprographic services for use by all departments and schools of the Board at a cost not to exceed \$3,500,000.00 for the first 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 and amendment is stated below.

**SPECIFICATION NO.: 96-260083**

**VENDOR:**

Xerox Corporation, acting by and through its division:  
Xerox Business Services  
Attention: Mr. Michael Krapec  
125 South Wacker, Suite 1850  
Chicago, Illinois 60606  
(312) 683-2800  
Vendor #: 45273

**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 awarded pursuant to a duly advertised Request for Proposals (Specification #96-260083).

**OPTION PERIOD:** The term of this agreement is being extended for one (1) year commencing September 1, 2001 and ending August 31, 2002.

**OPTION PERIODS REMAINING:** There is one option period remaining for one (1) year.

**SCOPE OF SERVICES:** Vendor will continue to provide a variety of printing and reprographic services as requested by all schools, regional and central office staff. Xerox will provide new services including price quotes obtaining purchase orders prior to starting jobs, all of which will be detailed in the written amendment.

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

**COMPENSATION:** Vendor shall be paid as periodic invoices are submitted and verified in amounts not to exceed \$3,500,000.00 for the option period. All rates and fees contained in the original agreement have been renegotiated and will be detailed in the written amendment.

**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 proposed full M/WBE compliance for the renewal period, including Twenty-two percent (22 %) Black, Eleven percent (11%) Hispanic, two percent (2%) Asian and five percent (5%) WBE.

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

**FINANCIAL:** Charge to Various Departments  
Fiscal Year: 2002, 2003  
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.

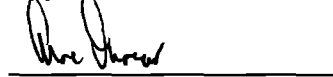
Ethics – The Board's Ethics Code adopted September 27, 1995 (95-0927-RU3), as amended from time to time, shall be incorporated into and made a part of the agreement.

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:**

  
Natalye Paquin  
Chief Purchasing Officer

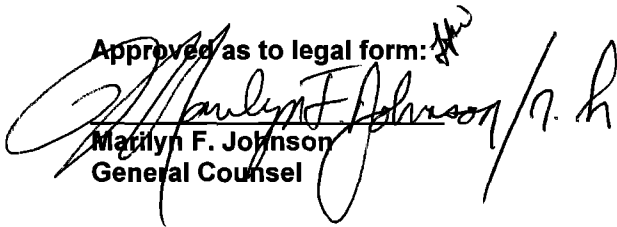
**Approved:**

  
Arne Duncan  
Chief Executive Officer

**Within Appropriation:**

  
Kenneth C. Gotsch  
Chief Fiscal Officer

**Approved as to legal form:**

  
Marilyn F. Johnson  
General Counsel