

**APPROVE EXERCISING THE FIRST OPTION TO EXTEND THE AGREEMENTS
WITH VARIOUS VENDORS FOR APPRAISAL SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the first option to extend the agreements with the vendors identified below to provide appraisal services to the Law Department and the Department of Operations at a cost for the option period not to exceed \$50,000, in the aggregate. A written extension agreement for each vendor's services is currently being negotiated. No payment shall be made to any vendor during the option period prior to the execution of such vendor's written extension agreement. The authority granted herein shall automatically rescind as to each vendor in the event a written extension agreement is not executed by such vendor within 90 days of the date of this Board Report. Information pertinent to this option is stated below.

VENDORS:

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| 1. Applied Real Estate Analysis (AREA)
53 W. Jackson Blvd., Ste. 860
Chicago, IL 60604
Contact: Andy Prodanovic
Tel No. (312) 461-9332 | 2. Appraisal Research Counselors, Ltd
400 E. Randolph, Ste. 175
Chicago, IL 60601-7388
Contact: Eugene W. Stunard
Tel No. (312) 565-0977 |
| 3. D.L. DuBois & Associates, Ltd.
8431 South 84 th Avenue
Hickory Hills, IL 60457
Contact: David Dubois
Tel No. (708) 598-5700 | 4. Gibbson & Gibbson Associates
401 S. LaSalle St, Ste. 604
Chicago, IL 60605
Contact: James A. Gibbson
Tel No. ((312) 322-0099 |
| 5. Integra Appraisal Services
180 N. Stetson Place, Ste. 840
Chicago, IL 60601
Contact: Patricia Beaver-McGarr
Tel No. (312) 346-3200 | 6. S.J. Kerwin & Associates, Inc.
201 N. Wells St., Rm. 614
Chicago, IL 60606
Contact: Sylvester J. Kerwin, Jr.
Tel No. (312) 236-4464 |
| 7. Linberger & Company
401 N. Michigan Ave., Ste. 3310
Chicago, IL 60611
Contact: Mary M. Linberger
Tel No. (312) 828-9276 | 8. Lorenz & Associates, Ltd.
5901 N. Cicero Ave., Ste. 601
Chicago, IL 60646
Contact: Francis S. Lorenz, Jr.
Tel No. (312) 545-7950 |
| 9. William A. McCann & Associates
414 N. Orleans St., Ste. 601
Chicago, IL 60610
Contact: William J. McCann
Tel No. (312) 644-0621 | 10. Terrence O'Brien & Company
111 W. Washington St., Ste. 1301
Chicago, IL 60602
Contact: Terrence O'Brien
Tel No. (708) 729-1310 |
| 11. Pollach Appraisal Group
1755 S. Naperville Rd., Ste. 204
Wheaton, IL 60187
Contact: Ken Pollach
Tel No. (630) 682-4650 | 12. Real Estate Analysis Corporation
180 N. LaSalle, Rm. 1718
Chicago, IL 60601
Contact: Michael J. Kelly
Tel No. (312) 346-1020 |

13. **Real Property Appraisals, Ltd.**
225 E. 79th St.
Chicago IL 60619
Contact: William D. Price, Jr.
Tel No. (312) 723-1366

14. **Urban Real Estate Research, Inc.**
18 E. Huron, 2nd Floor
Chicago, IL 60611
Contact: Arthur J. Murphy
Tel No. (312) 943-9700

15. **Zimmerman Real Estate Group, Ltd.**
111 W. Washington St., Ste. 902
Chicago, IL 60602
Tel No. (312) 782-8000

USERS: Law Department – 7th Floor
125 South Clark Street
Chicago, Illinois 60603
Attn: Marilyn F. Johnson
(773) 553-1700

Department of Operations – 16th Floor
125 South Clark Street
Chicago, Illinois 60603
Attn: Tim Martin
(773) 553-2900

ORIGINAL AGREEMENT: The original agreements (authorized by Board Report 01-0328-PR7), are for a term commencing April 1, 2001 and ending March 28, 2002, with the Board having two options to renew for periods of one year each. These vendors were original approved by the City of Chicago as qualified real estate appraisers pursuant to a competitive bid solicitation advertised by the City, and these vendors charge the Board the same rates they charge the City.

OPTION PERIOD: The term of each agreement is being extended for one year commencing April 1, 2002 and ending March 31, 2003.

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

EARLY TERMINATION RIGHT: The Board shall have the right to terminate these agreements upon thirty (30) days written notice.

SCOPE OF SERVICES: Each vendor shall continue to provide real estate appraisal services for property which may be acquired, sold or leased by the Board. Each vendor will be requested by either the General Counsel or the Chief Operating Officer to provide such appraisal services on an as-needed basis.

DELIVERABLES: For each appraisal, vendor shall provide either a written or verbal real estate valuation or appraisal report.

OUTCOMES: The services rendered by these vendors shall result in the Board receiving accurate and quality appraisals.

COMPENSATION: Vendors shall be paid as follows: The hourly rates stated in each vendor's agreement; not to exceed, in the aggregate, the sum of \$50,000.

REIMBURSABLE EXPENSES: None.

AUTHORIZATION: Authorize the General Counsel to include other relevant terms and conditions in the written agreements. Authorize the President and Secretary to execute the agreements. Authorize the General Counsel to execute all ancillary documents required to administer or effectuate these agreements.

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 Department of Operations: Fiscal Year: FY02-02
Budget Classification: 0944-492-000-9316-5410 Source of Funds: Capital 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 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.

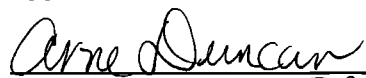
Ethics – The Board's Ethics Code adopted September 27, 1995 (95-0927-RU3), as amended from time to time, shall be incorporated into and made a part of the agreement.

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:


Anita Rocha
Acting Chief Purchasing Officer

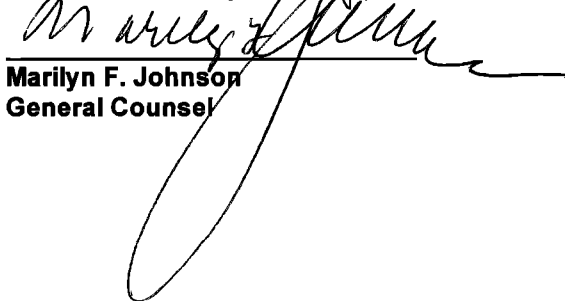
Approved:


Arne Duncan *my PAD*
Chief Executive Officer

Within Appropriation:


Kenneth C. Gotsch
Chief Fiscal Officer

Approved as to legal form:


Marilyn F. Johnson
General Counsel