

RATIFY EXERCISING THE SECOND OPTION TO EXTEND THE AGREEMENT WITH SODEXHO-MARRIOTT SCHOOL SERVICES FOR MEAL SERVICES IN REGIONS 1,2, AND 4

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Ratify exercising the second option to extend the agreement with Sodexho/Marriott School Services to provide meal services to the Department of Operations at a cost for the renewal period not to exceed \$30,544,342.00. A written extension document currently is being negotiated. No payment shall be made to Vendor during the extension period prior to the execution of the written extension agreement. The authority granted herein shall automatically rescind in the event a written agreement is not executed within 60 days of the date of this Board Report. Information pertinent to this option agreement is stated below.

SPECIFICATION NO.: 00-250346

VENDOR: Sodexho-Marriott School Services
3020 Woodcreek Dr. Suite B
Downers Grove, IL 60515
Contact Person: Jack Doua
(630) 810-1144
Vendor # 24016

USER: Department of Operations/ Food Services & Warehousing
125 South Clark Street, 16th Floor
Contact Person: Sue Susanke
553-2833

ORIGINAL AGREEMENT: The original agreement (authorized by Board Report 00-0426-PR1) is for a term commencing June 19, 2000 and ending June 18, 2001, with the Board having the option to extend the contract for four additional 12 month periods. The original agreement was extended for a term commencing June 19, 2001 and ending June 18, 2002 pursuant to Board Report 00-0523-PR12. The original agreement was awarded pursuant to a duly advertised Bid Solicitation (Specification #00-250346).

OPTION PERIOD: The term of this agreement is being extended for a term commencing June 19, 2002 and ending June 18, 2003.

OPTION PERIODS REMAINING: There are two additional 12 month periods remaining.

SCOPE OF SERVICES: Vendor shall continue provide meal services in approximately 250 schools in Regions 1,2 and 4. The vendor shall continue to supply all food, except fluid milk, that must meet or exceed U.S. Department of Agriculture (USDA) requirements, as appropriate, for the Child Nutrition National School Lunch and Breakfast Program, Child and Adult Care Food Program, Summer Feeding Program, and any additional feeding program added through the contract period.

DELIVERABLES: Vendor shall continue to provide breakfast, lunch, after school, and snacks.

OUTCOMES: Vendor's services will result in nutritious and appealing meals that meet federal, state, and local regulations.

COMPENSATION: Vendor shall be paid the invoiced amount 30 days after receipt. Total not to exceed \$30,544,342.00 during the option term.

AUTHORIZATION: Authorize the General Counsel to include other relevant terms and conditions in the written extension agreement. Authorize the President and Secretary to execute the extension agreement.

AFFIRMATIVE ACTION: This contract is in full compliance with the goals required by the Revised Remedial Plan for Minority and Women Business Enterprise Contract Participation (M/WBE Plan).

The M/WBE participation goals for the contract are: 26% Total MBE, 16% Total African American, 7.5% Total Hispanic, 2% Total Asian and 5% Total WBE.

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

Total MBE % - 34.21 %

Total African American – 19.15 %

Art's Enterprises 409 E. Huron Chicago, IL 60607	\$ 800,000.00	2.614 %	certified until July 31, 2002
Bren Products Company 1594 Huntington Dr. Calumet City, IL 60409	\$ 1,350,500.00	4.563 %	certified until March 31, 2003
Coffee Tea & Me P.O. Box 7016 Villa Park, IL 60681	\$ 150,500.00	0.492 %	certified until July 31, 2002
Comfort Cake 1243 S. Wabash Ave. Chicago, IL 60605	\$ 120,000.00	0.392 %	certified until March 31, 2003
CP Professional 15 W. 700 N. Frontage Hinsdale, IL 60521	\$ 15,000.00	0.049 %	certified until January 31, 2003
Damron 4433 W. Ohio Chicago, IL 60624	\$ 178,231.00	0.582 %	certified until July 31, 2002
Grandma Maude's 5307 S. Hyde Park Blvd. Chicago, IL 60615	\$ 139,300.00	0.455 %	certified until November 30, 2002
Harris Ice 3927 W. 5 TH Ave. Chicago, IL 60624	\$ 5,000.00	0.016 %	certified until June 30, 2002
Hensaal Management Group 1130 S. Wabash, Suite 301 Chicago, IL 60605	\$ 180,00.00	0.591 %	certified until July 31, 2002
John's Dairy 1594 Huntington Dr. Calumet City, IL 60409	\$ 500,000.00	1.634 %	certified until August 31, 2002

M3 Products \$ 10,350.00 0.034 %
 529 W. Taft Dr.
 Chicago, IL 60473 certified until April 30, 2007

Reggio's Pizza \$ 1,978,250.00 6.464 %
 320 W. 83rd St.
 Chicago, IL 606 certified until April 1, 2007

T & T Foodservice \$ 375,125.00 1.267 %
 2046 W. Lake St.
 Chicago, IL 60612 certified until April 1, 2007

Total Hispanic - 7.48 %

Cristina Foods \$ 718,250.00 2.347 %
 1056 W. Lake St.
 Chicago, IL 60607 certified until June 30, 2002

Chicago Contract Cleaning \$ 937,180.00 3.062 %
 5115 N. Ravenswood Ave.
 Chicago, IL 60640 certified until October 31, 2002

LaCroilla \$ 585,000.00 1.912 %
 907-909 W. Randolph
 Chicago, IL 60630 certified until October 31, 2002

RT Beverages \$ 50,000.00 0.163 %
 6850 W. 63rd St.
 Chicago, IL 60638 certified until March 31, 2007

Total Asian - 2.15 %

Ace Restaurant \$ 395,250.00 1.292 %
 53 East 25th St.
 Chicago, IL 60616 certified until February 23, 2003

K & R Foodservice \$ 95,47.500 .312 %
 2141 S. Racine
 Chicago, IL 60608 certified until September 30, 2002

DD Image Printing \$ 165,185.00 .548 %
 7830 Quincy St.
 Willowbrook, IL 60521 certified until February 23, 2003

Total WBE - 5.42 %

BPS Staffing \$ 500.00 .002 %
 200 N. LaSalle
 Chicago, IL 60601 certified until June 30, 2002

B & L Distributors, Inc. \$ 110,750.00 0.362 %
 7808 College Dr. Suite 4-NE
 Palos Heights, IL 60463 certified until June 30, 2002

Buedel 7661 S. 78 th Ave. Bridgeview, IL 60455	\$ 300,000.00	0.980 %	certified until January 31, 2003
Concession Services, Inc. 1723 S. Michigan Ave. Chicago, IL 60616	\$ 32,300.00	0.106 %	certified until September 30, 2002
Definite Results 1658 N. Milwaukee – Box 128 Chicago, IL 60647	\$ 27,000.00	0.088 %	certification pending
Diversity Food Management 17637 Oakwood Ave. Country Club Hills, IL 60478	\$ 15,000.00	0.0491 %	certified until February 28, 2003
Interior Garden Services 2000 W. Fulton Chicago, IL 60612	\$ 800.00	.003 %	certified until September 30, 2002
Robin's Foods Distribution 1200 W. Randolph Chicago, IL 60607	\$ 1,175,000.00	3.839 %	certified until November 30, 2002
LBM Security 6646 S Keating Chicago, IL 60629	\$ 500.00	.002 %	certified until June 1, 2002

The City of Chicago Department of Procurement Services certifies each identified firm. The identified firms are subject to change upon approval from the Procurement and Contract's Division of Compliance and Vendor Services without further Board approval.

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

FINANCIAL: Charge to Foodservices & Warehousing: \$30,544,342.00
Fiscal Year: 2003
Budget Classification: 0944-270-000-7050-5340
Source of Funds: Lunchroom Fund

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:



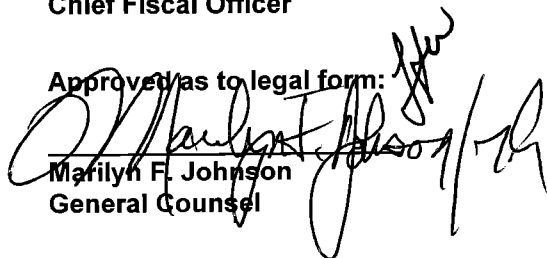
Arne Duncan
Chief Executive Officer

Within Appropriation:



Kenneth C. Gotsch
Chief Fiscal Officer

Approved as to legal form:



Marilyn F. Johnson
General Counsel