

**APPROVE EXERCISING THE SECOND OPTION TO RENEW THE AGREEMENT
WITH ALL-WAYS MEDICALCARRIERS, INC.
FOR ALTERNATE MODE VEHICLE STUDENT TRANSPORTATION SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the second option to renew the agreement with All-Ways Medical Carriers, Inc. to provide Alternate Mode Vehicle Student Transportation Service to the Department of Operations for students enrolled in various Chicago Public School programs at a cost for the option period not to exceed \$216,667. A written document exercising this option is currently being negotiated. No payment shall be made to All-Ways Medical Carriers, Inc. during the second 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.: 02-250442

VENDOR: All-Ways Medical Carriers, Inc.
6677 N Lincoln Avenue, Suite 320
Lincolnwood, IL 60712
Contact Person: Mr. Michael Grach
(847) 763-0800
Vendor # 24519

USER: Department of Operations/Bureau of Student Transportation
125 South Clark Street, 16th Floor
Contact Person: Woody Fitzmaurice
(773) 553-3245

ORIGINAL AGREEMENT: The original agreement (authorized by Board Report 00-0927-PR20) in the amount of \$505,198 is for a term commencing September 28, 2000 and ending on the last day of transportation services for the 2001-2002 school year summer session occurring in August, 2002, with the Board having two options to renew for one year terms. The agreement was renewed for a term commencing September 1, 2002 and ending August 31, 2003 (authorized by Board Report 02-0925-PR07) in the amount of \$500,000. The original agreement was awarded pursuant to a duly advertised bid solicitation (Specification 00-250442).

OPTION PERIOD: The term of this agreement is being extended for a four month period commencing September 1, 2003 and ending December 31, 2003.

OPTION PERIODS REMAINING: None.

SCOPE OF SERVICES: Vendor shall continue to provide Alternate Mode vehicle student transportation service to and from school and other related activities, to eligible students participating in various programs as per program guidelines. Alternate Mode vehicles are minivans with seating capacity of not more than ten (10). Alternate Mode vehicles are primarily utilized to facilitate single student transportation required by Corey H, Special Education and Homeless program requirements.

COMPENSATION: Vendor shall be paid during this option period at the rates specified in the original agreement as submitted on the approved monthly invoices; not to exceed the sum of \$216,667.

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 M/WBE goals for this contract include: 50% total MBE, 32% total African American, 12% total Hispanic, 2% total Asian and 5% total WBE.

However, the Waiver Review Committee recommends that a *partial* waiver of the M/WBE participation goals for this contract as required by the Revised Remedial Plan be granted because the contract scope is not further divisible.

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

Total MBE 14.5%

Total African American 14.5%

Merchandise Distributors, K.W., Inc. 6365 N. Broadway Chicago, IL 60660	\$3,500.00	1.5%	certified until 9/30/03
Insurance Council, Inc. 2010 S. Wabash Ave., Suite 2R Chicago, IL 60616	\$40,000.00	12.5%	certified until 11/30/03

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

FINANCIAL: Charge to Bureau of Student Transportation: \$216,667
Fiscal Year: Budget Classification: FY4
0945-fund various-project various-program various-5510 (Bus Service) \$216,667

The State of Illinois provides reimbursement for student transportation costs to the Chicago Public Schools through a Block Grant procedure. Student Transportation and several other programs are partially funded by the State through the same Block Grant. Specific funding levels for each program included in the Block Grant are not identified. The funding amount for the Block Grant is pre-determined by the State. State funds must be appropriated for this purpose.

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 member 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).

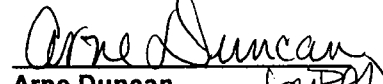
Approved for Consideration:


Sean P. Murphy
Chief Purchasing Officer


Within Appropriation:


Peggy A. Davis
Chief of Staff

Approved:


Arne Duncan
Chief Executive Officer

Approved as to legal form:


Ruth M. Moscovitch
General Counsel