

APPROVE THE EXTENSION OF THE EXISTING AGREEMENT WITH TRANSPAR MANAGEMENT SERVICES, L.L.C. FOR STUDENT TRANSPORTATION MANAGEMENT SERVICES

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve the extension of the existing agreement with TransPar Management Services, L.L.C. to provide student transportation management services for the Chicago Public Schools at a cost not to exceed \$1,003,709.52. A written extension agreement is currently being negotiated. No payment shall be made to Consultant 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 extension agreement is not executed within 90 days of the date of this Board Report. Information pertinent to this agreement is stated below.

SPECIFICATION NO.: 00-250871

CONSULTANT: TransPar Management Services
18 5 W. 3rd Street, Suite 200
Lee's Summit, MO 64063
Contact Person: Ruth A. Newby
(816) 524-2033
Vendor # 16185

USER: Department of Operations
125 South Clark- 16th Floor
Chicago, IL 60603
Contact person: Sean P. Murphy
Tel. No.: 773-553-2900

ORIGINAL AGREEMENT: The original agreement (authorized by Board Report 01-0725-PR43, as amended by board report 03-0723-PR10) is for a term commencing July 1, 2001 and ending June 30, 2004, with the Board having two (2) options to renew the agreement for periods of one year. This agreement was extended for a term commencing July 1, 2004 and ending June 30, 2005 (authorize by Board Report 04-0526-PR13). The original agreement was awarded on a competitive basis pursuant to a duly advertised Request for Proposals (Specification # 00-250871).

TERM: The agreement is being extended 6-month period commencing July 1, 2005 and ending December 31, 2005.

SCOPE OF SERVICES: TransPar Management Service will continue to provide overall management services for the Student Transportation Program ("Program"), including but not limited to, the following:

- a) Manage and supervise the Program as established by the Board in accordance with all policies and procedures;
- b) Prepare short and long-term plans, policies and procedures for Board approval;
- c) Work with the Board to maintain information systems that permit student transportation eligibility verification;
- d) Develop and monitor the annual transportation budget for approval by the Board;
- e) Assist the Chief Operating Officer in designing bus provider contracts and implement and monitor such contracts;
- f) Ensure that sufficient numbers of buses and drivers are available when school starts and at all times thereafter;
- g) Monitor bus vendor compliance with all terms and conditions set forth in the bus contracts;
- h) Develop strategies to implement efficient bus routing/scheduling;
- i) Develop and implement a system to monitor bus vendor performance;
- j) Operate an efficient complaint and inquiry resolution system;
- k) Process bus vendor invoices accurately and timely;

- l) Collect and maintain all operating and performance data required to comply with all Board, City, State and Federal reporting requirements within a schedule of report deadlines approved by the Board;
- m) Recruit, train and develop sufficient management, human resources, data analysis and general administrative staff to supervise and support the management of the Program;
- n) Assign substitute Child Welfare Attendants and Bus Aides upon notification by the Board; and
- o) Manage the City of Chicago's, Department on Aging Senior Citizen Program pursuant to an IGA between the City and the Board.
- p) Manage the Board employee and Chicago Park District employee shuttle services.

DELIVERABLES: Consultant shall continue to deliver monthly, quarterly and yearly management reports as specified and detailed in the written agreement, including performance reviews of bus operations, costs and budget, safety, reliability, services efficiency, vendor oversight customer services, and initiatives.

OUTCOMES: Consultant's services shall continue to result in the effective and efficient management of the Program.

COMPENSATION: Consultant shall be paid monthly for the management of the CPS' transportation program total compensation not to exceed \$1,003,709.52 during the extension option period.

REIMBURSABLES: The Board shall reimburse Consultant for any extraordinary costs and expenses incurred in performing Services, which are reasonable and approved in advance, in writing, by the Chief Operating Officer, and are included in the total compensation to be paid to Consultant.

AUTHORIZATION: Authorize the General Counsel to include other relevant terms and conditions in the written renewal agreement. Authorize the President and Secretary to execute the renewal agreement. Authorize the Chief Operating Officer to execute all ancillary documents required to administer or effectuate this agreement.

AFFIRMATIVE ACTION: The M/WBE goals for this contract include; 35% total MBE, 22% total African American, 10% Hispanic, 2% Asian and 5% 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 21.3%

Seville Temp. Services 180 N. Michigan Ave. suite 1510 Chicago, IL. 60601	1.2% certified until Nov. 1, 2007
H. Turner & Company 1043 E. 95 th Street Chicago, IL. 60619	4.4% Certified until Sept. 1, 2007
Midwest Benefit Communications, Inc. 330 S. Wells Street suite 1020 Chicago, IL. 60606	11% Certified until March 31, 2008
Sutton Ford 21315 Central Ave. Matteson, IL. 60443	.4% Certified until August 1, 2006

Tidy International Inc.
30 W. 260 Butterfield Rd. suite 207
Warrenville, IL. 60555

4.3%
Certified until April 30, 2006

Total WBE 3.2%

Meridian Travel Services
2407 W. 22nd Street suite 100
Oakbrook, IL. 60523

3.2%
Certified until May 31, 2004

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

FINANCIAL: Charge to Department of Operations: \$1,003,709.52 Fiscal Year: FY06
Budget Classification: 0645-210-000-3740-5410
Source of Funds: Operations funds/Transportations Management

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.

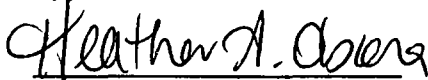
Conflicts – The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board members during the one year period following expiration or other termination of their 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.

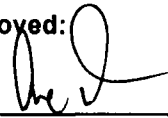
Contingent Liability – The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

Approved for Consideration:



Heather A. Obora
Chief Purchasing Officer

Approved:



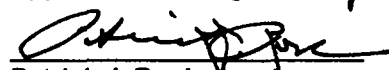
Arne Duncan
Chief Executive Officer

Within Appropriation:



John Maiorca
Chief Financial Officer

Approved as to legal form:



Patrick J. Rocks
General Counsel