

**APPROVE EXERCISING THE OPTION TO EXTEND THE AGREEMENTS  
WITH VARIOUS CONSULTANTS FOR OWNER'S REPRESENTATIVE SERVICES  
FOR THE CAPITAL IMPROVEMENT PROGRAM**

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

Approve exercising the option to extend the agreements with Consultants identified below to provide owner's representative services to the Capital Improvement Program at a cost for the option period not to exceed \$17,500,000. Written documents exercising this option are currently being negotiated. No payment shall be made to any Consultant during the option period prior to the execution of such consultant's written document. The authority granted herein shall automatically rescind as to each consultant in the event a written document for such consultant not executed within 90 days of the date of this Board Report. Information pertinent to this option is stated below.

- |                                                                                                                                                                                          |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <p>1.     <b>Tishman Construction Corporation of Illinois</b><br/>One South Wacker Drive, Suite 2300<br/>Chicago, IL 60606<br/>James E. McLean<br/>(312) 577-2310<br/>Vendor # 21055</p> | <p>2.     <b>Partnership for Chicago Schools, a Joint Venture</b><br/>122 South Michigan Avenue, Suite 1920<br/>Chicago, IL 60603<br/>Daniel Youngman<br/>(312) 939-1000<br/>Vendor # 50124</p> <p style="margin-left: 20px;">a)     <b>McKissack &amp; McKissack Midwest</b><br/>750 N. Rush, Suite 2303<br/>Chicago, IL 60611<br/>Deryl McKissack<br/>(312) 751-1598<br/>Vendor # 46685</p> <p style="margin-left: 20px;">b)     <b>O'Donnell Wicklund Pigozzi and Peterson Architects, Inc.</b><br/>111 W. Washington Street<br/>Suite 2100<br/>Chicago, IL 60602<br/>Richard H. Dewar<br/>(312) 960-8034<br/>Vendor # 36833</p> <p style="margin-left: 20px;">c)     <b>The Rise Group, LLC</b><br/>120 S. LaSalle, Suite 1750<br/>Chicago, IL 60603<br/>Leif Selkregg<br/>(312) 917-1000<br/>Vendor #46677</p> <p style="margin-left: 20px;">d)     <b>URS Corporation</b><br/>122 S. Michigan Ave, Suite 1920<br/>Chicago, IL 60603<br/>Daniel Youngman<br/>(312) 939-1000<br/>Vendor #20307</p> |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

**USER:**           Department of Operations/Capital Improvement Program  
125 South Clark 16<sup>th</sup> Floor  
Chicago, IL 60603  
Contact Person: Sean P. Murphy  
773-553-2900

**ORIGINAL AGREEMENT:** The original Agreement (authorized by Board Report 04-0526-PR12) in the amount of \$35,000,000 is for a term commencing July 1, 2004 and ending June 30, 2006, with the Board having two (2) options to renew for twelve (12) months each. The original agreement was awarded on a competitive basis pursuant duly advertised Request for Proposals (Specification #04-25003).

**OPTION PERIOD:** The term of this agreement is being extended for one year commencing July 1, 2006 and ending June 30, 2007.

**OPTION PERIODS REMAINING:** There is (1) one option period for twelve (12) months period remaining.

**SCOPE OF SERVICES:** Consultant's shall continue to be selected by the Chief Operating Officer to manage design and construction of various types of projects within the CIP. Consultants will 1) provide diligent and competent design and construction management services adhering to the Scope of Services; 2) assume Existing Projects at various stages of completion; 3) assume small and specialty projects, and 4) assume hourly rate projects as assigned.

**DELIVERABLES:** Consultant's shall continue to develop detailed schedules and project scopes, develop project transfer packages and provide written construction progress reports.

**OUTCOMES:** Consultant's services will result in the effective and efficient management of the design and construction projects for the CIP.

**COMPENSATION:** Consultants shall be paid as follows:

- 1) Design and Construction Projects at a rate set at seven (7%) percent of the estimated construction cost and the final approved transfer package for each project or as may be re-negotiated by the Chief Operating Officer from time to time on an annual basis;
- 2) Assumed Existing Projects at a rate as determined by the Chief Operating Officer;
- 3) Small Projects and Specialty Projects at a rate to be negotiated on a case by case basis as determined by the Chief Operating Officer; and
- 4) Hourly Rate Projects at a rate in accordance with industry standards.

Total compensation to all consultants during the 12 month extension period shall not exceed \$17,500,000.

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

**AFFIRMATIVE ACTION:** These contracts are 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 these contracts include: 35% total MBE, 22% total African-American, 10% total Hispanic, 2% total Asian and 5% total WBE. M/WBE participation on these contracts will be monitored on a monthly basis

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

**FINANCIAL:** Charge to Operations: \$17,500,000 Fiscal Year: FY06&07  
Budget Classification: Various Capital Funds  
Source of Funds: Capital Improvement Program

**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.

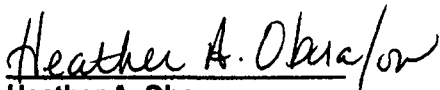
**Indebtedness** – The Board’s Indebtedness Policy adopted June 26, 1996 (96-0626-PO3), as amended from time to time, shall be incorporated into and made a part of the agreement.

**Ethics** – The Board’s Ethics Code adopted June 23, 2004 (04-0623-PO4), 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:**

**Approved:**

  
\_\_\_\_\_  
**Heather A. Obora**  
Chief Purchasing Officer

  
\_\_\_\_\_  
**Arne Duncan**  
Chief Executive Officer

**Within Appropriation:**

  
\_\_\_\_\_  
**John Maiorca**  
Chief Financial Officer

**Approved as to legal form** 

  
\_\_\_\_\_  
**Patrick J. Rocks**  
General Counsel 