

**APPROVE EXERCISING THE OPTION TO RENEW THE AGREEMENT
WITH FRAN'S CONSTRUCTION SERVICES, INC. FOR THE PUCHASE OF SMALLWARES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the option to renew the agreement with Fran's Constructions Services for the purchase of smallwares to Department of Operations at a cost for the option period not to exceed \$340,000. A written document exercising this option is currently being negotiated. No payment shall be made to Vendor during the 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 90 days of the date of this Board Report. Information pertinent to this option is stated below.

VENDOR: Fran's Construction Services
1140 Hillside Ave
Antioch, IL 60002
Fran Singer
(800) 251-4589
Vendor # 12104

USER: Department of Operations
125 South Clark- 16th Floor
Sue Susanke
(773) 553-2830

ORIGINAL AGREEMENT: The original Agreement (authorized by Board Report 05-0928-PR4) in the amount of \$340,000 is for a term commencing October 1, 2005 and ending September 30, 2006, with the Board having 2 options to renew for 12 months each. The original agreement was awarded on a competitive basis pursuant to a duly advertised Bid Solicitation (Specification 04-250198).

OPTION PERIOD: The term of this agreement is being extended for 1 year commencing October 1, 2006 and ending September 30, 2007.

OPTION PERIODS REMAINING: There is one option period for 12 months remaining.

DECRPTION OF PURCHASE:

Goods: various smallwares

Quantity: as indicated in the contract

Unit Prices: as indicated in the contract

Total Cost Not to Exceed: \$340,000

OUTCOMES: This purchase will result in good quality smallwares for Chicago Public Schools.

COMPENSATION: Vendor shall be paid in accordance with the unit prices contained in the agreement: not to exceed the sum of \$340,000.

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. Authorize Chief Operating Officer to execute all ancillary documents required to administer or effectuate this option 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 include: 26% total MBE and 5% total WBE.

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

Total MBE – 26%

Arrow Lumber (AA)
5820 South Ashland Ave.
Chicago, Illinois 60636

certified through 07/01/2007

Total WBE – 74%

Fran's Construction (WBE)
1140 Hillside Avenue
Antioch, Illinois 60002

certified through 09/01/2006

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

FINANCIAL: Charge to Operations: \$340,000 Fiscal Year: FY07
Budget Classification: 12150-474-54105-009514-2007
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 member during the one year period following expiration or other termination of their terms of office.

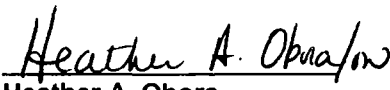
Indebtedness – The Board's Indebtedness Policy adopted June 26, 1996 (96-0626-PO3), as amended from time to time, shall be incorporated into and made a part of the agreement.

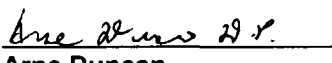
Ethics – The Board's Ethics Code adopted June 23, 2004 (04-0623-PO4), as amended from time to time, shall be incorporated into and made a part of the agreement.

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:

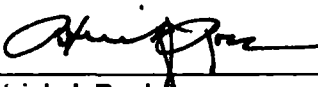

Heather A. Obora
Chief Purchasing Officer


Arne Duncan
Chief Executive Officer

Within Appropriation:


John Maiorca
Chief Financial Officer

Approved as to legal form 


Patrick J. Rocks
General Counsel