

**APPROVE EXERCISING THE OPTION TO EXTEND THE AGREEMENT WITH
CHICAGO SCHOOL ASSOCIATES (CSA) FOR PROGRAM MANAGEMENT SERVICES
FOR THE CAPITAL IMPROVEMENT PROGRAM**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the option to extend the agreement with Chicago School Associates (CSA) to provide program management services to Department of Operations at a cost for the option period not to exceed \$7,500,000. A written document exercising this option is currently being negotiated. No payment shall be made to Consultant/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.

CONSULTANT: Chicago School Associates (Joint Venture)

303 East Wacker Drive
Chicago, IL 60601
Kenneth Z. Crumrine
(312) 939-0300
Vendor # 29459

Participants in CSA Joint Venture:

Consoer Townsend Envirodyne Engineers
303 East Wacker Drive
Chicago, IL 60601
Michael R. Kolloway
(312) 938-0300

McCluer
401 E. Illinois St, Suite 625
Chicago, IL 60611
Thomas C. Corning
(312) 373-7700

DMJM Illinois, Inc.
401 E. Illinois Street
Chicago, IL 60611
Fred Borich
(312) 321-6100

USER: Department of Operations- Capital Improvement Program
125 South Clark- 17th Floor
Chicago, IL 60603
M. Hill Hammock
(773) 553-2900

ORIGINAL AGREEMENT: The original Agreement (authorized by Board Report 04-0922-PR6) is for a term commencing October 1, 2004 and ending September 30, 2007, with the Board having 2 options to renew for 12 months each. The original agreement was awarded on a competitive basis pursuant to duly advertised Request for Proposals (Specification #04-250080).

OPTION PERIOD: The term of this agreement is being extended for one- year commencing October 1, 2007 and ending September 30, 2008.

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

SCOPE OF SERVICES: Consultant will continue to provide program management services as follows:

- 1) Coordinate with Chicago Public Schools senior management staff and develop a long term capital improvement plan.
- 2) Develop annual budgets for Board consideration that reflect this plan.
- 3) Coordinate all proposed projects and develop an implementation plan and preliminary schedule.
- 4) Provide overall cost control, accounting and successful completion of all CPS CIP projects.
- 5) Establish a CPS CIP that meets the educational and financial requirements of the Board.
- 6) Oversee the updating and maintenance of CPS CIP database and reporting function.

DELIVERABLES: Consultant will continue to provide full oversight, accountability and reporting for the Capital Improvement program and prepare the annual operating, and capital expenditure budget relating to the services provided under the Program Management Services Agreement.

OUTCOMES: Consultant's services will continue to result in the Capital Improvement Program operating in an efficient manner in the best interest of the Board.

COMPENSATION: Consultant shall be paid during this option period as follows: in accordance with the rates set forth in the contract: not to exceed the amount of \$7,500,000.

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 Remedial Plan for Minority and Women Business Enterprise Contract Participation (M/WBE Program). The M/WBE participation goals for this contract include: 35% total MBE and 5% total WBE.

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

Total MBE: 34%

Total African American: 22%

Infrastructure Engineering 29 S. Lasalle St. Suite 345 Chicago, Illinois 60603	21%	certified until August 2008
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Kevin T. Jones 815 E. Drexel Drive Chicago, Illinois 60615	1%	independent consultant
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Total Hispanic: 10%

HWR Inc. 1410 Chicago Ave. suite 602 Evanston, Illinois 60201	10%	certified until July 2008
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Total Asian: 2%

Greatway Consulting 8 S. Michigan, suite 1310 Chicago, Illinois 60603	2%	certified until August 2008
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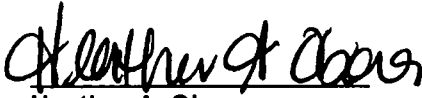
Total WBE: 7.5%

Vistara Construction Services 728 W. Jackson suite 526 Chicago, Illinois 60661	2%	certified until October 2008
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J.A. Watts Inc. 222 S. Morgan Chicago, IL 60607	5%	certified until May 2008
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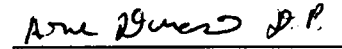
Cushing and Color 325 W. Huron suite 610 Chicago, Illinois 60610	.5%	certified until November 2007
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Approved for Consideration:



Heather A. Obora
Chief Purchasing Officer

Approved:



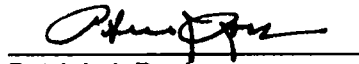
Arne Duncan
Chief Executive Officer

Within Appropriation:



Pedro Martinez
Chief Financial Officer

Approved as to legal form:



Patrick J. Rocks
General Counsel