

APPROVE EXERCISING THE FIRST OPTION TO EXTEND THE AGREEMENT WITH PREFERRED MEAL SYSTEMS FOR PREPARED MEALS-FROZEN PREPLATES AND DISTRIBUTION SERVICES

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the first option to extend the agreement with Preferred Meal Systems to provide preplated meals-frozen to the Board of Education at a cost for the option period not to exceed \$24,997,907.00. 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:

1)
Preferred Meal Systems 3
5240 St. Charles Road
Berkeley, IL 60163
Arthur H. Bell
708-318-2520
Vendor # 31236

USER:

Citywide Food Services
125 South Clark Street 16th Floor
Chicago, IL 60603
Louise Esaian
773-553-2830

ORIGINAL AGREEMENT:

The original Agreement (authorized by Board Report 08-0723-PR13) in the amount of \$24,027,653.00 is for a term commencing September 1, 2008 and ending June 13, 2009, with the Board having 4 options to extend for periods of one year each. The original agreement was awarded on a competitive basis pursuant to a duly advertised Bid Solicitation (Specification No. 08-250016).

OPTION PERIOD:

The term of this agreement is being extended for one year commencing June 14, 2009 and ending June 13, 2010.

OPTION PERIODS REMAINING:

There are three (3) options to renew for periods of one (1) year each remaining.

SCOPE OF SERVICES:

Vendor will continue to provide and deliver frozen preplated frozen meals to the Chicago Public Schools and deliver heated meals to receiving schools pursuant to the terms and conditions of the written agreement. Sites may be added or deleted at a later date to accommodate the Board.

DELIVERABLES:

Vendor will continue to provide frozen preplated breakfasts, lunches and after school meals and snacks.

OUTCOMES:

Vendor's services will continue to result in the delivery of quality meal services for the Chicago Public Schools.

COMPENSATION:

Vendors shall be paid during this option period in accordance with the rates set forth in the written agreement; total cost not to exceed \$24,997,907.00.

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 Purchasing Officer to execute all ancillary documents required to administer or effectuate this option agreement.

AFFIRMATIVE ACTION:

The M/WBE participation goals for this contract include 35% total MBE and 7% total WBE. This contract is in full compliance with the goals required by the Remedial Program for Minority and Women Business Enterprise participation.

The vendor has identified the following firms:

Total MBE = 35%

Balton Corporation
8016 S. South Chicago
Chicago, IL 60617

T & T Food Service
2046 W. Lake St.
Chicago, IL 60612

Total WBE = 7%

Open Kitchens, Inc.
1161 W. 21st St.
Chicago, IL 60617

Baja Foods
636 W. Root St.
Chicago, IL 60609

White Glove
356 E. Irving Park Road
Wood Dale, IL 60191

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Charge to Food Services: \$24,997,907
Source of Funds: Lunchroom Fund

12050-312-53205-256009-000000-2009	\$23,454,132.00
12050-314-52100-256009-000000-2009	\$868,153.00
12050-312-53205-256212-000000-2009	\$675,622.00

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 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:

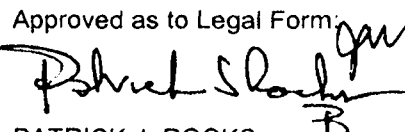

Opal L. Walls
Chief Purchasing Officer

Approved:


Ron Huberman
Chief Executive Officer

Within Appropriation:


PEDRO MARTINEZ
Chief Financial Officer

Approved as to Legal Form: 
PATRICK J. ROCKS
General Counsel