

**APPROVE PAYMENT TO, OR ALTERNATIVELY, ENTERING INTO AN AGREEMENT
WITH THE CHICAGO TRANSIT AUTHORITY ("CTA") FOR THE PURCHASE
OF CTA FARE CARDS AND TRANSFERS**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve payment to, or alternatively, entering into an agreement with the Chicago Transit Authority ("CTA") for the purchase of CTA fare cards and transfers for all CPS departments and schools at a cost not to exceed \$4,500,000.00 for the period commencing August 1, 2010 and ending July 31, 2011. No contract is required for this purchase; the parties are negotiating volume discounts and authorization to contract with the CTA is requested for that purpose. Information pertinent to this matter is stated below.

VENDOR:

- 1) Vendor # 11976
CHICAGO TRANSIT AUTHORITY
567 WEST LAKE STREET.
CHICAGO, IL 60661-1498
Maria Bruno
312-664-7200

USER:

Office of Contracts and Procurement
125 South Clark Street 10th Floor
Chicago, IL 60603

Contact : Patricia Hernandez
Phone: 773-553-2256

DESCRIPTION OF PURCHASE:

Goods: Half-fare student transit cards, student riding permits, seven-day, 30-day, and adult single-ride transit cards.

Quantity: Varies as dictated by the number of homeless claims at the school level, and also usage by other CPS departments and schools

Unit Price: Pack of student transit cards are \$15.30 (without transfers), \$18.30 with transfer fares encoded; student riding permits \$5.00 each; seven day passes are \$23 each; 30 day passes are \$86 each; and adult single ride transit cards are \$2.25 each; \$2.50 with transfer fares encoded.

Total Cost Not to Exceed: \$4,500,000.00

PAYMENT PERIOD/TERM: Payments are authorized for the period commencing on August 1, 2010 and ending July 31, 2011. If the parties negotiate volume discounts, the term of the agreement shall be for the same period.

AUTHORIZATION: Authorize the General Counsel to include other relevant terms and conditions in the written agreement. Authorize the President and Secretary to execute the agreement. Authorize the Chief Purchasing Officer to execute all ancillary documents required to administer or effectuate the agreement and to direct payments to be made to the CTA.

AFFIRMATIVE ACTION:

Exempt.

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Charge to Office of Grants Management and Administration: \$4,500,000.00

Fiscal Year: August 1, 2010 - August 31, 2011

Source of Funds: ISBE Stewart B. McKinney Education for Homeless Children and Youth Program and the General Education Fund

Budget Classification: 12620 115 54215 131002 000000 2010 FY10 \$3,000,000.00

and/or 12620 324 54215 131002 492112* 2010 FY 10 \$800,000.00

(*project number subject to change in subsequent fiscal years)

Charge to Various Departments: \$700,000

FY 2011 Budget Classification: Various Funds from various departments

CFDA# : Not Applicable

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.

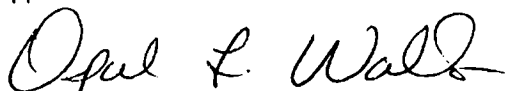
Conflicts - The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board members during the one year period following expiration or other termination of their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



DIANA S. FERGUSON
Chief Financial Officer

Approved as to Legal Form:



PATRICK J. ROCKS
General Counsel