

**APPROVE EXERCISING THE SECOND OPTION TO RENEW THE AGREEMENTS
FOR STUDENT TRANSPORTATION SERVICES
(SCHOOL BUS SERVICE)**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the second option to renew the agreements with various Bus Companies to provide Student Transportation Services to the Bureau of Student Transportation Services for students enrolled in various programs in the Chicago Public Schools at a cost not to exceed \$111,400,000 for the agreement term running through the last day of the school year (including summer school) for 2013. Written documents exercising this option are being negotiated. No payment shall be made to any Vendor during the option period prior to the execution of their written document. The authority granted herein shall automatically rescind as to each Vendor in the event the written agreement for such Vendor is not executed within 90 days of the date of this Board Report. Information pertinent to these option agreements is stated below.

VENDORS AND BUS AWARDS:

(Individual route prices based on type of service and category of bus are on file in the Purchasing Department.)

It is estimated that approximately 2,500 routes for about 1,500 school buses, of various sizes and configurations will be awarded pursuant to these agreements. The number of buses actually required to provide services to students will not be known until the school year is underway. Because the number of buses required is estimated, the total cost of the agreement is also estimated. The annual and contract term cost estimates are based upon the combined regular school year and summer school calendars established by the Board. The Chicago Public Schools reserves the right, during the agreement period, to order the services of more or fewer vehicles than originally awarded through this agreement as the needs of students and/or programs change. The Board is only obligated for costs of buses actually operating CPS routes.

Non-Lift Equipped Buses:

| Bus Company | Total Bus Award | CATEGORY I – Non-Lift Buses | | | |
|--|-----------------|-----------------------------|-----------------|------------------------|-----------------|
| | | Regular Service | | Rapid Response Service | |
| | | North Bus Award | South Bus Award | North Bus Award | South Bus Award |
| A.M. Bus Company – Vendor #20287 | 98 | 3 | 95 | 0 | 0 |
| Alltown Bus Service – Vendor #46491 | 155 | 80 | 75 | 0 | 0 |
| Ammons Transportation- Vendor #32700 | 20 | 0 | 18 | 0 | 2 |
| Bryden Transportation Vendor #39952 | 18 | 0 | 18 | 0 | 0 |
| Caravan Transportation – Vendor #35153 | 39 | 37 | 2 | 0 | 0 |
| Dunbar Transportation- Vendor #21809 | 17 | 0 | 17 | 0 | 0 |
| Falcon Transportation- Vendor #24922 | 68 | 61 | 7 | 0 | 0 |
| Illinois Central School Bus- Vendor #72017 | 145 | 80 | 65 | 0 | 0 |
| Illinois Student Transportation- Vendor #19722 | 30 | 30 | 0 | 0 | 0 |
| Jack Harris Transportation- Vendor #11085 | 9 | 0 | 9 | 0 | 0 |
| J.L. Harris- Vendor #23269 | 10 | 0 | 10 | 0 | 0 |
| Jewel's Bus Company- Vendor#12475 | 115 | 55 | 60 | 0 | 0 |
| Latino Express – Vendor #39549 | 90 | 45 | 45 | 0 | 0 |
| O'Neal's Transportation- Vendor #21807 | 30 | 0 | 30 | 0 | 0 |
| R & D Bus Company- Vendor #11556 | 79 | 75 | 2 | 2 | 0 |
| Ransom Transportation- Vendor #48098 | 16 | 0 | 16 | 0 | 0 |
| Sunrise Transportation- Vendor #41526 | 191 | 41 | 150 | 0 | 0 |
| United Quick Transportation- Vendor # 43809 | 53 | 26 | 27 | 0 | 0 |
| Walls Transportation- Vendor #16230 | 16 | 7 | 9 | 0 | 0 |
| White Transportation- Vendor #50226 | 36 | 0 | 36 | 0 | 0 |

Lift Equipped Buses:

| Bus Company | Total Bus Award | CATEGORY II – Lift Buses | | | |
|---------------------------------|-----------------|--------------------------|-----------------|------------------------|-----------------|
| | | Regular Service | | Rapid Response Service | |
| | | North Bus Award | South Bus Award | North Bus Award | South Bus Award |
| A.M. Bus Company | 23 | 4 | 17 | 0 | 2 |
| Alltown Bus Service | 93 | 55 | 38 | 0 | 0 |
| Bryden Transportation | 7 | 0 | 7 | 0 | 0 |
| Caravan Transportation | 2 | 1 | 1 | 0 | 0 |
| Falcon Transportation | 6 | 3 | 2 | 1 | 0 |
| Jack Harris Transportation | 2 | 0 | 2 | 0 | 0 |
| Jewel's Bus Company | 3 | 0 | 3 | 0 | 0 |
| Illinois Central School Bus | 56 | 36 | 20 | 0 | 0 |
| Illinois Student Transportation | 2 | 2 | 0 | 0 | 0 |
| Latino Express | 3 | 0 | 3 | 0 | 0 |
| R & D Bus Company | 10 | 9 | 0 | 1 | 0 |
| Sunrise Transportation | 42 | 10 | 32 | 0 | 0 |

USER: Bureau of Student Transportation Services
125 South Clark Street – 16th Floor
Chicago, IL 60603
Paul G. Osland
(773) 553-2860

ORIGINAL AGREEMENT: The original Agreements (authorized by Board Report 08-0827-PR5) were for a term commencing from the date of award of the Contract as stated on the Bid Execution Page and ending on the last day of the school year of 2011 as formally determined by the Board ("Term"), with the Board having the option to renew the Contracts for two (2) additional one year periods, or any shorter period of time as determined. The first option was exercised and the agreements renewed (authorized by Board Report 11-0622-PR12 as amended by 12-0523-PR12) for a term commencing on the first day of school for Track E session and ending the last day of school (including summer school) occurring in August 2012. Vendors were selected on a competitive basis in accordance with Board Rule 5-4.1 pursuant to a duly advertised bid solicitation (Specification No. 08-250020).

OPTION PERIOD: The term of these agreements shall commence on the first day of school for the Track E session and ending the last day of school (including summer school) occurring in August 2013 for transportation services for the schools served by each vendor.

OPTION PERIOD REMAINING: There are no option periods remaining.

EARLY TERMINATION RIGHT: The Board shall have the right, in its sole discretion, to terminate any Vendor's agreement for convenience with thirty (30) days written notice, for any reason.

SCOPE OF SERVICES: Vendors shall provide school bus services to and from school and other related activities to eligible students participating in designated programs as per program guidelines and as set out in the written agreement. Services will be provided during regular and summer school terms. Programs served by school bus services include but are not necessarily limited to: Special Education, Options for Knowledge, Controlled Enrollment Receiving Schools, Homeless, No Child Left Behind and other programs as the Board deems appropriate. Limited mid-day services will be provided as determined by the Executive Director, Transportation.

COMPENSATION: Vendors shall be paid monthly in accordance with prices indicated in the contract, as invoiced by the vendor. Total Compensation to all Vendors for the option period shall not exceed \$111,400,000.

AUTHORIZATION: Authorize the President and Secretary to execute the renewal agreements. Authorize the General Counsel to include other relevant term and conditions in written agreements. Authorize the Chief Executive Officer to determine annually the number of Bus Aides, if any, to be provided by the Vendors through these agreements. Authorize the Executive Director, Transportation to execute all ancillary documents required to administer or effectuate any agreements awarded hereunder and to negotiate reduced pricing or to adjust bus numbers due to improvements in operational efficiencies, changes in student population or other events affecting service requirements.

AFFIRMATIVE ACTION: Pursuant to Section 6.2 of the Revised Remedial Plan for minority and women Business Enterprise Contract Participation (M/WBE Plan), the Per Contract and Category Goals method for M/WBE participation will be utilized. Thus, contracts for subsequent vendors from the pool created by this contract will be subject to compliance reviews on a contract-by-contract basis. Compliance of the vendors in the pool will be reported on a monthly basis.

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

FINANCIAL:

| | | |
|--|---------------|---------------|
| Charge to Bureau of Student Transportation Services: | \$111,400,000 | |
| FY 13 0945-various funds-various projects-various programs-5510 (Bus Services) | | \$111,400,000 |

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.

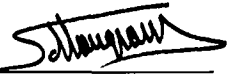
Conflicts – The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board members during the one year period following expiration or other termination of their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

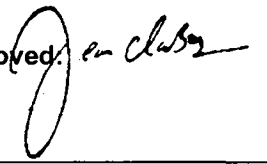
Ethics – The Board’s Ethics Code adopted May 25, 2011 (11-0525-PO2), as amended from time to time, shall be incorporated into and made a part of the agreement.

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:

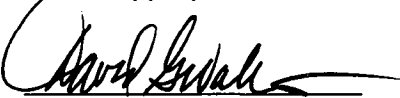


Sebastien de Longeaux
Chief Purchasing Officer

Approved: 

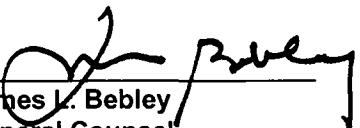
Jean-Claude Brizard
Chief Executive Officer

Within Appropriation:



David G. Watkins
Chief Financial Officer

Approved as to legal form: 


James L. Bebley
General Counsel