

**APPROVE EXERCISING THE FIRST OPTION TO RENEW THE AGREEMENT WITH HILL
ENVIRONMENTAL OPERATIONS FOR BUILDING ENGINEERING SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the first option to renew the agreement with Hill Environmental Operations to provide building engineering services to Chicago Public Schools at a total cost for the option period not to exceed \$5,100,000. A written document exercising this option is currently being negotiated. No payment shall be made to Vendor during the option period prior to 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.

Specification Number : 09-250042

Contract Administrator : Hernandez, Miss Patricia / 773-553-2280

VENDOR:

- 1) Vendor # 24034
HILL ENVIRONMENTAL OPERATIONS
11045 GAGE AVE.
FRANKLIN PARK, IL 60131
Harold Hacker
847 451-5600
847-451-4280

USER INFORMATION :

Contact: 11860 - Facility Operations & Maintenance
125 South Clark Street 16th Floor
Chicago, IL 60603
Taylor, Ms. Patricia L
773-553-2960

PM Contact: 11860 - Facility Operations & Maintenance
125 South Clark Street 16th Floor
Chicago, IL 60603
McGuffage, Mr. Terrence William
773-553-2960

ORIGINAL AGREEMENT:

The original Agreement (authorized by Board Report 09-1216-PR7) in the amount of \$11,820,720.00 is for a term commencing February 24, 2010 and ending February 23, 2013 with the Board having 2 options to renew for 1 year terms. The original agreement was awarded on a competitive basis pursuant to Board Rule 7-2.

OPTION PERIOD:

The term of this agreement is being renewed for 1 year commencing February 24, 2013 and ending February 23, 2014.

OPTION PERIODS REMAINING:

There is 1 option period with 1 year remaining.

SCOPE OF SERVICES:

Consultant will provide licensed and qualified building engineers to be placed as permanent building engineers in various Board facilities. The building engineer will plan, coordinate and supervise the entire operations and maintenance of the respective school in accordance with good, professional practice and the facility plan for each school approved by the Bureau of Asset Management for Chicago Public Schools. The building engineer shall be responsible for all the operations and maintenance of all building mechanical equipment and, as directed, monitor the subcontractor work crews, and review their performance and compliance with contract specifications.

DELIVERABLES:

Consultant shall provide licensed operating engineers at Chicago Board of Education facilities.

OUTCOMES:

Consultant's services will result in safe and economical operation and maintenance of mechanical and other operating systems of Chicago Board of Education facilities.

COMPENSATION:

Vendor shall be paid during this option period as follows: a total not to exceed the sum of \$5,100,000.

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 the Chief Facilities Officer to execute all ancillary documents required to administer or effectuate this option agreement.

AFFIRMATIVE ACTION:

Vendor agrees to comply with the contract-specific goals within the Remedial Program for Minority and Women Owned Business Enterprise Participation in Goods and Services contracts. The Equal Employment Opportunity Compliance (EEOC) diversity goal for this agreement is set at 30% minority staffing (15% African-American, 15% Latino) and 2% female staffing.

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Fund: 230

Parent Unit: 11800

Charge to the Department of Facility Operations & Maintenance: \$5,100,000

FY13: \$1,700,000

FY14: \$3,400,000

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 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:



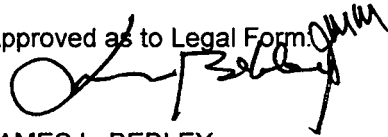
SÉBASTIEN de LONGEAUX
Chief Procurement Officer

Approved:



BARBARA BYRD-BENNETT
Chief Executive Officer

Approved as to Legal Form:



JAMES L. BEBLEY
General Counsel