

**AUTHORIZE A NEW AGREEMENT WITH ARAMARK MANAGEMENT SERVICES LIMITED
PARTNERSHIP FOR CUSTODIAL SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Authorize a new agreement with Aramark Management Services Limited Partnership to provide custodial services to the Department of Facilities at a total cost not to exceed \$260,300,000. Vendor was selected on a competitive basis pursuant to Board Rule 7-2. A written agreement for Vendor's services is currently being negotiated. No services shall be provided by the Vendor and no payment shall be made to the Vendor prior to execution of the written agreement. The authority granted herein shall automatically rescind in the event a written agreement is not executed within 90 days of the date of this Board Report. Information pertinent to this agreement is stated below.

Specification Number : 13-250050

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

VENDOR:

- 1) Vendor # 30689
ARAMARK MANAGEMENT SERVICES
LIMITED PARTNERSHIP
1101 MARKET STREET
PHILADELPHIA, PA 19107
Don Janous
773 534-3270

USER INFORMATION:

Contact: 12210 - Procurement and Contracts Office

125 South Clark Street 10th Floor

Chicago, IL 60603

Norgren, Mrs. Leslie

773-553-2280

TERM:

The term of this agreement shall commence on March 1, 2014 and shall end February 28, 2017. This agreement shall have two (2) options to renew for periods of one year each.

EARLY TERMINATION RIGHT:

The Board shall have the right to terminate this agreement with 60 days written notice.

SCOPE OF SERVICES:

Vendor will supply all equipment, supplies, and labor (supervision, training, and management) necessary to provide custodial services for all schools, excluding a group of pre-selected schools which will be managed separately. Custodial services includes management of Board custodians, who will receive training and supervision by Vendor.

Vendor will also provide a custodial call-center to serve CPS schools to manage work order requests and respond to emergencies. Vendor will ensure the optimal operation of the facilities and maintenance of the Board's Standard Cleaning Specifications. These specifications are consistent with delivering services at a Level 2 standard for APPA ratings.

Vendor shall provide custodians to engage in nighttime deep cleaning along with daytime cleaning.

Vendor shall provide a manager to ensure delivery of Services and proper supervision of employees. Manager has responsibility for managing all functions, providing necessary reports, managing budgets, acting in a fiduciary capacity for protection and maintenance of equipment, serving as a relationship manager on behalf of the provider and proposing new cost savings or efficiency projects. This is not intended to be an all inclusive description of duties, but is providing insight to the Board's minimum expectations.

DELIVERABLES:

- 1) Reduce CPS's custodial services cost while maintaining a high standard of service and quality.
- 2) Ensure consistency and timely delivery of services.
- 3) Continuously improve quality and service levels and drive year-over-year cost reductions.
- 4) Eliminate inefficiencies.
- 5) Establish common standards for service across the District.
- 6) Better align vendor interests with CPS's interests.
- 7) Implement industry-best practices and technology enhancements, where applicable.

LEASE OF SPACE: The Board authorizes the lease of space in CPS facilities to the Vendor and delegates authority to the Chief Administrative Officer and General Counsel to negotiate the terms and conditions of the lease.

OUTCOMES:

Vendor will provide custodial services which will result in an enhanced learning environment across the district at an improved cost structure. There will be a consistent cleanliness standard across the district. A call center will provide improved response time and visibility to school administrators. School administrators will have more resources to focus on instruction and family and community engagement.

Managing custodial services through Vendor is more cost effective than using our current system since they will infuse best in class technology to improve cleanliness of the schools with less manpower. Supplies will be purchased and inventoried using national leverage to reduce cost and drive standardization across the district.

COMPENSATION:

Vendor shall be compensated as specified in the agreement, total compensation not to exceed the sum of \$260,300,000 for a three (3) year term.

AUTHORIZATION:

Authorize the General Counsel to include other relevant terms and conditions, including any indemnities to be provided to Vendor, in the written custodial services agreement and lease agreement. Authorize the President and Secretary to execute the custodial services agreement and lease agreement. Authorize Chief Facilities Officer to execute all ancillary documents required to administer or effectuate this transaction.

AFFIRMATIVE ACTION:

Pursuant to the Remedial Programs for Minority and Women Owned Business Enterprise (M/WBE) Participation in Goods and Services and Construction Contracts, the overall M/WBE District goals for this award are 30% total MBE and 7% WBE. The selected vendor has scheduled the following participation for their awarded category.

74% of Total Contract Value With:

Total MBE: 44%

UBM Facility Services
165 East Street
Carol Stream, IL 60188

Total Facility Maintenance, Inc. Cleaning Company
615 Wheat Lane, Ste. C
Wood Dale, IL 60191

Total WBE: 30%

We Clean Maintenance and Supplies, Inc.
7545 W. 99th St.
Bridgeview, IL 60455

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Charge to Facilities Department
Fund 230
FY14, FY15, FY16, FY17 not to exceed \$260,300,000.00
Future funding is contingent on appropriation and approval.

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:



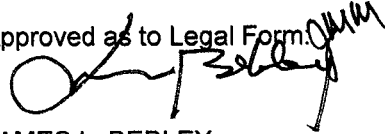
SÉBASTIEN de LONGEAUX
Chief Procurement Officer

Approved:



BARBARA BYRD-BENNETT
Chief Executive Officer

Approved as to Legal Form.



JAMES L. BEBLEY
General Counsel