

October 22, 2014

**AUTHORIZE RENEWAL AGREEMENT WITH  
INTEGRYS ENERGY SERVICES - NATURAL GAS, LLC.  
FOR NATURAL GAS SERVICES**

**THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:**

Approve renewing the existing agreement with Integrys Energy Services - Natural Gas, LLC ("Supplier") to supply the necessary natural gas services to all of the Board's facilities at an estimated annual cost set forth below. A written renewal agreement is currently being negotiated. The authority granted herein shall automatically rescind in the event a written renewal agreement is not executed within 120 days of the date of this Board Report. Information pertinent to this renewal is stated below.

**SUPPLIER:** Vendor Number 76798  
INTEGRYS ENERGY SERVICES - NATURAL GAS, LLC  
1716 LAWRENCE DRIVE  
DEPERE, WI-54115  
Kirsten Young, Director of Regional Sales  
312 681-1805

**ORIGINAL AGREEMENT:** The original agreement (authorized by Board Report 14-0122-PR9) is for a term commencing February 18, 2014 and ending March 31, 2016 with the number and period of any renewal or extension options to be determined by the Chief Financial Officer and the Chief Facilities Officer dependent upon pricing and market conditions. The original agreement was awarded on a competitive basis pursuant to Board Rule 7-2.

**OPTION PERIOD:** The term of the agreement is being renewed for a one year period commencing on April 1, 2016 and ending on March 31, 2017.

**SCOPE OF SERVICES:** Supplier will continue to supply the Board's full requirements for natural gas including, but not limited to, space and hot water heating to all of the Board's facilities.

**COMPENSATION:** Supplier shall be compensated at the rates set forth in the renewal agreement.

**AUTHORIZATION:** Authorize the General Counsel to include insurance and indemnification provisions and other relevant terms and conditions in the renewal agreement. Authorize the Chief Facilities Officer to execute the renewal agreement subject to approval as to legal form by the General Counsel. Authorize the General Counsel to execute all ancillary documents required to administer or effectuate the renewal agreement.

**AFFIRMATIVE ACTION:** Exempt.

**LSC REVIEW:** Local School Council review is not applicable to this matter.

**FINANCIAL:** Charge to Operations: Not to exceed \$30 million for the period of the renewal  
Budget Classification: 11880-230-53125-254004

**GENERAL CONDITIONS:**

Inspector General - Each party to the Agreement(s) 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(s) 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(s).

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(s).

Contingent Liability - The Agreement(s) 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).

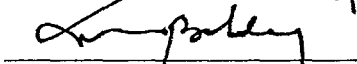
Approved for Consideration:

  
Patricia L. Taylor  
Chief Facilities Officer

Approved:

  
BARBARA BYRD-BENNETT  
Chief Executive Officer

Approved as to legal form:

  
James Bebley  
General Counsel