

**AUTHORIZE THE FINAL RENEWAL AGREEMENT WITH LEND LEASE (US) CONSTRUCTION INC.
FOR CONSTRUCTION MANAGEMENT SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Authorize the final renewal agreement with Lend Lease (US) Construction Inc. to provide construction management services to the Department of Facilities at an estimated annual cost set forth in the Compensation Section of this report. A written document exercising this option is currently being negotiated. No payment shall be made to Lend Lease (US) Construction Inc. 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 : 11-250057

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

VENDOR:

- 1) Vendor # 24001
LEND LEASE (US) CONSTRUCTION INC
1 N UPPER WACKER DR
CHICAGO, IL 60606
Jeffrey A. Riemer
312 245-1392

Ownership: Lend Lease (Us) Construction
Holdings Inc. - 100% Owner Of Common
Stock

USER INFORMATION :

Contact:
11860 - Facility Operations & Maintenance

42 West Madison Street

Chicago, IL 60602

Osland, Mr. Paul G.

773-553-2960

ORIGINAL AGREEMENT:

The original Agreement (authorized by Board Report 12-0328-PR14) in the amount of \$9,000,000 was for a term commencing April 19, 2012 and ending December 31, 2013 with the Board having three (3) options to renew for one (1) year terms. The agreement was renewed (authorized by Board Report 13-1023-PR5) in the amount of \$4,600,000 for a term commencing January 1, 2014 and ending December 31, 2014. The second renewal (authorized by Board Report 14-0827-PR7) in the amount of \$4,300,000 was for a term commencing January 1, 2015 and ending December 31, 2015. 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 one (1) year commencing January 1, 2016 and ending December 31, 2016.

OPTION PERIODS REMAINING:

There are no more options remaining.

SCOPE OF SERVICES:

Vendor shall continue to provide pre-construction and construction services, working with the Project Director to develop operation and phasing plans, review contract documents, review submittals, review work installed by General Contractors ("GC"), ensure GCs fulfill documentation requirements of pre-construction conditions, construction methods, reporting, schedules and budgets for each Project. In Addition, the Vendor will continue to provide construction phase coordination and administration of the construction process, including cost, schedules, quality of work and timeliness of work for each Project.

DELIVERABLES:

Vendor will continue to provide pre-construction and construction services, along with an operations plan, review of contract documents and construction methods, schedules and budgets for each Project.

OUTCOMES:

Vendor's services will result in effective management of construction projects for Capital Improvement Program.

COMPENSATION:

Vendor shall be paid during this option period as follows: in accordance with rates set forth in the renewal agreement; estimated annual costs for the one year term are as follows: \$1,850,000, FY16 inclusive of all reimbursable expenses.

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

AFFIRMATIVE ACTION:

Pursuant to the Remedial Program for Minority and Women Owned Business Enterprise Participation in Goods and Services Contracts (M/WBE Program) this contract is in full compliance with the participation goals of 35% MBE and 5% WBE. The following firms have been scheduled:

Total MBE: 35%

Comprehensive Construction Consulting, Inc
53 W. Jackson Boulevard, Suite 801
Chicago, IL 60604
Ownership: Lynn Dixon

DSR Group, Inc.
4403 W. Lawrence, Suite 200A
Chicago, IL 60630
Ownership: Benjamin Reyes

Rubinos and Mesia Engineers, Inc.
200 S. Michigan Ave., Suite 1500
Chicago, IL 60604
Ownership: Dipak S. Shah

Primera Engineers Limited
100 S. Wacker Drive, Suite 700
Chicago, IL 60606
Ownership: Michael De Santiago

Total WBE: 5%

Spaan Tech
311 S. Wacker Dr., Suite 2400
Chicago, IL 60606
Ownership: Smita N. Shah

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Fund: Capital Funds
Department of Facilities, 11860
\$1,850,000, FY16
Not to exceed: \$1,850,000
Future year funding is contingent upon budget 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:



FORREST CLAYPOOL
Chief Executive Officer

Approved as to Legal Form:



RONALD L. MARMER
General Counsel