

AMEND BOARD REPORT 18-0425-PR3
AUTHORIZE THE FINAL RENEWAL AGREEMENTS WITH SCHOOL SPECIALTY INC AND
LAKESHORE LEARNING MATERIALS FOR THE PURCHASE OF EDUCATIONAL SUPPLIES

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Authorize the final renewal agreements with School Specialty, Inc. and Lakeshore Learning Materials to provide educational supplies at an estimated annual cost set forth in the Compensation Section of this report. Written documents exercising this option are currently being negotiated. No payment shall be made to any vendor during the option period prior to execution of their written document. The authority granted herein shall automatically rescind as to each vendor in the event their written document is not executed within 90 days of the date of this Board Report. Information pertinent to this option is stated below.

This December 2018 amendment is necessary to increase the not to exceed amount from \$6,000,000 to \$12,500,000 to purchase educational supplies. The reasons for this increase are as follows: 1.) Ninety (90) additional Universal Preschool classrooms required purchase of educational supplies to meet program standards. 2.) Thirty-two (32) New Full Day Preschool classrooms were opened, requiring additional educational supplies and cots to be purchased. 3.) One hundred and twenty-one (121) half day to full day conversion of preschool classrooms were opened for FY19 which required the purchase of educational supplies and cots 4.) Historical spend for schools to purchase needed materials. No written amendments to the agreements are required.

Contract Administrator : Wright, Mr. Thaddeus / 773-553-2280

VENDOR:

- 1) Vendor # 26218
 SCHOOL SPECIALTY, INC
 W6316 DESIGN DRIVE
 GREENVILLE, WI 54942-0000
 Stephen Herren
 888 388-3224

Ownership: For Profit: Gene T Preta-24.2%,
 Frigate Ventures Lp (Bruce Winson, Adam
 Spears, Moez Kassam) -11.4%, All Other
 Less Than 10%

- 2) Vendor # 18171
 LAKESHORE EQUIPMENT COMPANY DBA
 LAKESHORE LEARNING MATERIALS
 2695 E DOMINGUEZ ST
 CARSON, CA 90895
 Tery Amaya
 310 537-8600

Ownership: For Profit: Charles P.
 Kaplan-37.1%, Michael A. Kaplan-37.1%,
 All Other Less Than 10%

USER INFORMATION :

Project 11385 - Early Childhood Development - City Wide
Manager: 42 West Madison Street
Chicago, IL 60602
Kim, Mr. David
773-553-2010

PM Contact: 10810 - Teaching and Learning Office
42 West Madison Street
Chicago, IL 60602
Alvarado, Miss Anna M
773-553-1216

ORIGINAL AGREEMENT:

The original Agreements (authorized by Board Report 16-0525-PR6) in the amount of \$3,500,000.00 were for a term commencing June 1, 2016 and ending May 31, 2017, with the Board having two (2) options to renew for one (1) year terms. The original agreements were renewed (authorized by Board Report 17-0322-PR3) for a term commencing June 1, 2017 and ending June 30, 2018. The original agreements were awarded on a competitive basis pursuant to Board Rule 7-2.7.

OPTION PERIOD:

The term of each agreement is being renewed for one (1) year commencing July 1, 2018 and ending June 30, 2019.

OPTION PERIODS REMAINING:

There are no option periods remaining.

SCOPE OF SERVICES:

Vendors will continue to provide 1. Classroom Supplies 2. Art Supplies and 3. Early Childhood Supplies. The categories awarded to each vendor are specified in their respective agreement.

DELIVERABLES:

Vendors will continue to provide:

- 1) Classroom Supplies
- 2) Art Supplies
- 3) Early Childhood Supplies

OUTCOMES:

Vendors' services will result in a potential 35% discount in price and provide better ways to monitor school spending on educational supplies.

COMPENSATION:

Vendors shall be paid in accordance with the unit prices contained in their agreement; total spending for all vendors not to exceed the sum of ~~\$6,000,000~~ \$12,500,000 in aggregate for the option period.

AUTHORIZATION:

Authorize the General Counsel to include other relevant terms and conditions in the written option documents. Authorize the President and Secretary to execute the option documents. Authorize the Chief of Teaching and Learning to execute all ancillary documents required to administer or effectuate the option agreements.

AFFIRMATIVE ACTION:

Pursuant to the Remedial Program for Minority and Women-Owned Business Enterprise Participation in Goods and Services contracts (M/WBE Program), the goals for this award are 30% MBE and 7% WBE.

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Source of Funds: Various

Charge to various schools and central office departments

FY19, June 1, 2018 - June 30, 2019

Not to exceed ~~\$6,000,000~~ \$12,500,000 for the one year term.

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.

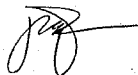
Conflicts - The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board members during the one year period following expiration or other termination of their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

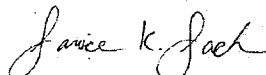
Contingent Liability - The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

Approved for Consideration:



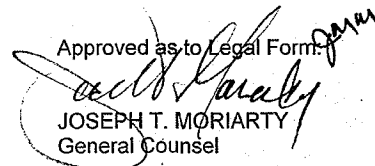
JONATHAN MAPLES
Chief Procurement Officer

Approved:



JANICE K. JACKSON
Chief Executive Officer

Approved as to Legal Form:



JOSEPH T. MORIARTY
General Counsel