

May 22, 2002

**APPROVE ENTERING INTO AGREEMENTS FOR STUDENT TRANSPORTATION SERVICES
(PUBLIC SCHOOL BUS SERVICE)**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve entering into agreements with various Bus Companies to provide Student Transportation Services to the Department of Operations for students enrolled in various programs in the Chicago Public School's at a cost for the three-year agreement period not to exceed \$260,917,921. Vendors were selected pursuant to Bid Solicitation #02-250030. A written agreement for each Vendor's services is available for signature. No services shall be provided by any Vendor and no payment shall be made to any Vendor prior to the execution of such Vendor's written agreement. The authority granted herein shall automatically rescind as to each Vendor in the event a written agreement for such Vendor is not executed within 60 days of the date of this Board Report.

Specifications No.: 02-250030

VENDORS AND BUS AWARDS:

(Individual route prices based on type of service and category of bus are on file in the Purchasing Department.)

It is estimated that 1,582 school buses, of various sizes and configurations, operating approximately 2,207 routes, will be awarded pursuant to these agreements. The number of buses actually required to provide services to students will not be known until the school year is underway. Because the number of buses required is estimated, the total cost of the agreement is also estimated. The annual and contract term cost estimates are based upon the combined regular school year and summer school calendars established by the Board. The Chicago Public Schools reserves the right, during the agreement period, to order the services of more or fewer vehicles than originally awarded through this agreement as the needs of students and/or programs change. The Board is only obligated for costs of buses actually operating CPS routes.

Non-Lift Equipped Buses:

Bus Company	Non-Lift Buses Total Bus Award	Non-Lift Buses - Regular Service				Non-Lift Buses - Rapid Response Service			
		North	North	South	South	North	North	South	South
		Bus Award	Weighted Price	Bus Award	Weighted Price	Bus Award	Weighted Price	Bus Award	Weighted Price
A.M. Bus Company	43	5	\$522.74	38	\$486.27	C	\$798.30	C	\$738.30
Alltown	164	114	\$519.99	50	\$496.01	C	\$1,069.50	C	\$1,113.00
Art's Transportation	49	C	\$662.67	49	\$554.94	0	\$0.00	C	\$891.96
Atlantic Express of Illinois, Inc.	129	129	\$566.03	C	\$566.03	C	\$877.22	C	\$877.22
B & B	5	5	\$490.31	0	\$0.00	0	\$0.00	0	\$0.00
Brownlee Transportation	35	C	\$515.07	33	\$451.45	C	\$801.12	2	\$705.06
Caravan Transportation	12	5	\$511.69	5	\$511.69	2	\$744.75	C	\$744.75
Chicago School Transit	111	49	\$535.36	62	\$509.34	C	\$1,110.00	C	\$1,110.00
Clifton's Bus Company	36	C	\$605.24	34	\$483.61	C	\$935.20	2	\$693.20
Coleman Bus Company	28	0	\$0.00	28	\$484.91	0	\$0.00	0	\$0.00
Community Action Services	9	0	\$0.00	7	\$468.88	0	\$0.00	2	\$658.00
D & D Enterprise	8	0	\$0.00	8	\$472.39	C	\$864.00	C	\$802.50
Dunbar Transportation, Inc	31	0	\$0.00	31	\$510.49	0	\$0.00	C	\$841.61
Duo Right Bus Company	12	12	\$496.15	0	\$0.00	0	\$0.00	0	\$0.00
Durham School Services	145	88	\$509.97	57	\$498.25	0	\$0.00	0	\$0.00
Falcon Transportation	39	37	\$499.56	C	\$535.74	2	\$771.00	0	\$0.00

Non-Lift Equipped Buses: (Continued)

Illinois Student Transportation	21	21	\$497.77	C	\$651.57	0	\$0.00	0	\$0.00
J & S Express	2	C	\$569.73	2	\$517.76	0	\$0.00	0	\$0.00
Jack Harris Transportation	20	0	\$0.00	20	\$474.02	0	\$0.00	0	\$0.00
JL Harris	21	0	\$561.45	21	\$520.89	0	\$0.00	C	\$728.22
L & L Bus Company	5	5	\$495.00	0	\$0.00	0	\$0.00	0	\$0.00
Laidlaw Transit	84	84	\$530.37	C	\$558.66	0	\$0.00	0	\$0.00
Latino Express	70	46	\$491.13	24	\$471.14	C	\$844.50	C	\$844.50
M & R Transportation	13	C	\$665.01	13	\$488.48	0	\$0.00	C	\$726.96
O'Neals Transportation	30	0	\$0.00	30	\$468.30	0	\$0.00	0	\$0.00
R & D Bus Company	51	49	\$499.41	C	\$558.61	2	\$768.00	0	\$0.00
Ransom Transportation	13	C	\$574.45	13	\$476.55	0	\$0.00	0	\$0.00
Ricky Racoon	2	C	\$573.49	2	\$537.03	C	\$850.00	C	\$849.78
Sunrise Transportation	109	25	\$511.69	84	\$499.68	0	\$0.00	0	\$0.00
United Quick Transportation	38	32	\$479.73	2	\$474.52	2	\$663.90	2	\$663.90
Wall's Transportation	25	C	\$605.10	25	\$499.64	0	\$0.00	C	\$725.90
White Transportation	9	0	\$0.00	9	\$518.27	C	\$729.60	C	\$729.60
Totals	1,369	706		647		8		8	

Lift Equipped Buses:

Bus Company	Lift Buses Total Bus Award	Lift Buses - Regular Service				Lift Buses - Rapid Response Service			
		North Bus Award	North Weighted Price	South Bus Award	South Weighted Price	North Bus Award	North Weighted Price	South Bus Award	South Weighted Price
A.M. Bus Company	13	C	\$587.82	13	\$528.91	C	\$966.90	C	\$798.30
Alltown	45	41	\$556.99	4	\$557.50	C	\$1,112.50	C	\$1,158.00
Brownlee Transportation	31	1	\$538.53	30	\$470.82	C	\$826.95	C	\$726.21
Chicago School Transit	102	66	\$584.18	36	\$562.74	C	\$1,110.00	C	\$1,110.00
Clifton's Bus Company	1	0	\$637.68	1	\$524.34	0	\$0.00	0	\$0.00
Community Action Services	1	0	\$0.00	C	\$481.77	0	\$0.00	1	\$658.00
Durham School Services	2	1	\$551.20	1	\$541.96	0	\$0.00	0	\$0.00
Falcon Transportation	1	1	\$557.34	C	\$590.49	0	\$0.00	0	\$0.00
Jack Harris Transportation	2	0	\$0.00	2	\$539.53	0	\$0.00	0	\$0.00
Latino Express	2	1	\$537.43	1	\$524.11	C	\$844.50	C	\$844.50
Sunrise Transportation	12	7	\$564.45	5	\$544.15	0	\$0.00	0	\$0.00
United Quick Transportation	1	C	\$578.48	C	\$568.43	1	\$663.90	C	\$663.90
Totals	213	118		93		1		1	

Note: A "C" in the "Number of Buses Awarded" column denotes a Contingency Award. The Board reserves the right to accept, on a contingency award basis, bidder's prices in one or more Service Areas or Vehicle Categories. Routes will only be assigned to a vendor with a contingency award as specified in paragraph 27. L. of the Scope of Services.

The prices offered for Field Trip Services from the following vendors are accepted even though they are not awarded buses for regular services:

- Ammons Transportation
- First Student
- Kenyatta's Transportation

* Based on previous performance, awards to the following vendors reflect the limitations specified below:

- | | |
|------------------------------------|----------------------|
| Art's Transportation | Limited by 1 bus. |
| Atlantic Express of Illinois, Inc. | Limited by 2 buses. |
| B & B Coach | Limited by 1 bus. |
| Coleman Bus Company | Limited by 2 buses. |
| Dunbar Transportation, Inc. | Limited by 1 bus. |
| Durham School Services | Limited by 1 bus. |
| Laidlaw Transit | Limited by 1 bus. |
| Latino Express | Limited by 1 bus. |
| R & D Bus Company | Limited by 12 buses. |
| United Quick Transportation | Limited by 2 buses. |

The following Bus Companies receiving awards are not currently serving the Chicago Public Schools as Prime Contractors:

- B & B Coach
- Caravan Transportation
- J & S Express
- Ricky Racoon
- White Transportation

The following Bus Companies currently serving the Chicago Public Schools as Prime Contractors are receiving awards that increase the number of buses they operate for CPS:

- A.M. Bus Company
- Alltown Bus Service
- Community Action Services, Inc.
- D & D Enterprise
- Durham School Services
- E.J. Brownlee Transportation
- Falcon Transportation
- Jack Harris Transportation
- L & L Bus Company
- O'Neal's Transportation
- Ransom Transportation
- Sunrise Transportation
- United Quick Transportation

USER: Department of Operations/Bureau of Student Transportation
125 South Clark Street, 16th Floor
Contact Person: Woody Fitzmaurice 553-2866

TERM: The agreements shall be for a three-year term commencing May 22, 2002 and ending the last day of summer school transportation service for the public schools served by each vendor occurring in August 2005. These agreements provide for 2 options to renew for periods of 1 year each by mutual agreement of the parties renewal prices indicated in the contracts .

EARLY TERMINATION RIGHT: The Board has the option, in its sole discretion, to terminate any Vendor's agreement with sixty (60) days written notice, for any or no reason.

SCOPE OF SERVICES: Vendors shall provide school bus service to and from school and other related activities, to eligible students participating in designated programs as per program guidelines. Service will be provided during the regular and summer school terms. Programs served by school bus service include: Special Education, Options for Knowledge, Overcrowded Schools, Homeless and others as the Board deems appropriate. Limited mid-day service will be provided in accordance with specific special education or homeless program guidelines.

COMPENSATION: Vendors shall be paid the monthly in accordance with prices indicated in the contract, or a monthly basis as invoiced by the vendor. Compensation to all Vendors shall not exceed \$85,256,150 during year 1, \$86,961,273 during year 2 and \$88,700,498 during year 3.

AUTHORIZATION: Authorize the President and Secretary to execute the agreements. Authorize the Chief Executive Officer to determine annually the number of Bus Aides, if any, to be provided by the Vendors through these agreements.

AWARD CONTINGENCY: All agreements awarded hereunder are conditional upon the following: (i) a satisfactory site visit conducted by the Department of Operations on or before August 1, 2002, and (ii) submission of an acceptable performance bond by Vendor. For these agreements only, the Board hereby suspends the provisions of Board Rule 5-6 that allow alternative methods of compliance with the performance bond requirement.

AFFIRMATIVE ACTION: Pursuant to Section 6.2 of the M/WBE Plan for Minority and Women Business Enterprise Contract Participation (M/WBE PLAN), The Per Contract and Category Goals method for M/WBE Participation will be utilized. Thus contracts for subsequent vendors from the pool created by this contract will be subject to compliance reviews on a contract-by-contract basis. Aggregated compliance of the vendors in the pool will be reported on a quarterly basis.

LSC REVIEW: Local School Council approval is not applicable to this report.

FINANCIAL: Charge to Bureau of Student Transportation: \$260,917,921

Fiscal Year	Budget Classification	Amount
FY03	0945- fund various-project- various-program various-5510 (Bus Services)	\$85,256,150
FY04	0945- fund various-project- various-program various-5510 (Bus Services)	\$86,961,273
FY05	0945- fund various-project- various-program various-5510 (Bus Services)	\$88,700,498

The State of Illinois provides reimbursement for student transportation costs to the Chicago Public Schools through a Block Grant procedure. Student Transportation and several other programs are partially funded by the State through the same Block Grant. Specific funding levels for each program included in the Block Grant are not identified. The funding amount for the Block Grant is pre-determined by the State. State funds must be appropriated for this purpose.

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 July 26, 1995 (95-0726-EX3), as amended from time to time, shall be incorporated into and made a part of the agreement.


Ethics – The Board's Ethics Code adopted September 27, 1995 (95-0927-RU3), 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).

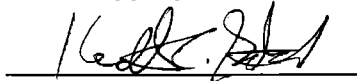
Approved for Consideration:


Anita Rocha
Acting Chief Purchasing Officer

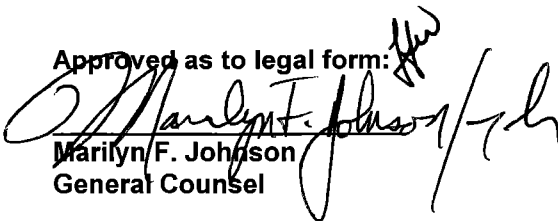
Approved:


Arne Duncan *by PAD*
Chief Executive Officer

Within Appropriation:


Kenneth C. Gotsch
Chief Fiscal Officer

Approved as to legal form:


Marilyn F. Johnson
General Counsel