

**RATIFY THE EXERCISING OF THE SECOND OPTION TO RENEW THE AGREEMENT
WITH AUDITORIUM GARAGE / PARK ONE**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Ratify the exercising of the second option to renew the parking lot license agreement with Auditorium Garage/Park One (formerly known as Auditorium Garage, Inc.), to provide parking spaces for the Office of the Inspector General in the amount of \$19,800.00 for the option period. A written renewal agreement is currently being negotiated. No payment shall be made to the Licensor during the option period prior to the signing of the renewal agreement. The authority granted herein shall automatically rescind in the event a written document is not executed within 60 days of the date of this Board Report. Information pertinent to this option is stated below.

LICENSOR:

Auditorium Garage / Park One (formerly known as Auditorium Garage, Inc.)
201 E. Ohio St.
Chicago, Illinois 60611
312-396-1900
Vendor# 34555

LICENSEE:

Board of Education of the City of Chicago

PREMISES: Ten garage spaces in the Auditorium Garage located at 525 S. Wabash Avenue.

ORIGINAL AGREEMENT: The original parking lot license agreement (authorized by Board Report 00-0524-IG1) in the amount of \$18,600 is for a term commencing August 1, 2000 and ending July 31, 2001, with the Board having the option to renew the agreement for two (2) additional one (1) year periods. The agreement was renewed in the amount of \$19,800 for a term commencing August 1, 2001 and ending July 31, 2002 (authorized by Board Report 01-0627-IG1). The original agreement was awarded on a non-competitive basis.

OPTION PERIOD: The term of this agreement is being extended for one (1) year commencing August 1, 2002 and ending July 31, 2003.

OPTION PERIODS REMAINING: There are no option periods remaining.

USE: The Auditorium Garage will continue to provide ten vehicle parking spaces to the Office of the Inspector General. The cost during the option period will be \$165 per month for each vehicle. This license is being renewed by the Office of the Inspector General based on competitive prices, parking availability twenty-four (24) hours a day, seven (7) days a week, in and out privileges with reserved parking spaces, and office proximity.

EARLY TERMINATION RIGHT: Either party has the option to terminate this license agreement on thirty (30) days written notice.

LICENSE FEE: The annual license fee for this renewal term shall be \$165 per vehicle per month, payable monthly, not to exceed \$19,800.

AUTHORIZATION: Authorize the General Counsel to include other relevant terms and conditions in the written renewal agreement. Authorize the President and Secretary to execute the renewal agreement. Authorize the General Counsel to execute all ancillary documents required to administer or effectuate this license agreement.

AFFIRMATIVE ACTION: Exempt

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

FINANCIAL: Charge to the Office of the Inspector General: \$19,800.00
Budget Classification: 0011-210-000-1007-5480
Source of Funds: 210 General Education Fund

Fiscal Year: 2003

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.

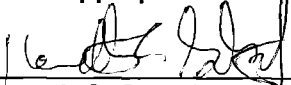
Conflicts – The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board member during the one year period following expiration or other termination of their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

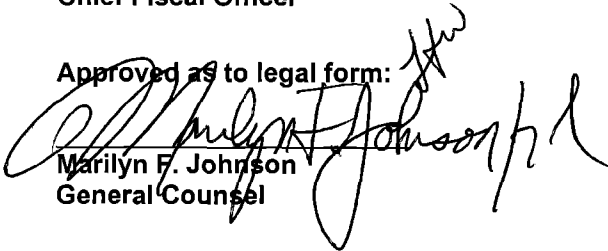
Contingent Liability – The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

Within Appropriation:



Kenneth C. Gotsch
Chief Fiscal Officer

Approved as to legal form:



Marilyn F. Johnson
General Counsel