

**APPROVE PAYMENT TO CITY OF CHICAGO
TO PROVIDE UTILITY TERMINATION, RELOCATION, AND CONNECTION SERVICES FOR NEWLY
ACQUIRED PROPERTIES AND NEW CONSTRUCTION SITES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve payment to the City of Chicago to provide utility termination, relocation, and connection services for newly acquired properties and new construction sites to the Department of Operations at a cost not to exceed \$5,000,000 annually. A written agreement is not required for these services. Information pertinent to this payment is stated below.

Specification No.: 03-250272

VENDOR: City of Chicago/Department of Revenue
121 N. LaSalle Street Rm. 107
Chicago, IL 60602
Contact Person: Julia Trinh
(312) 744-8139

USER: Department of Operations
125 South Clark-16th Floor
Contact Person: Sean P. Murphy
(773) 553-2900

AUTHORIZATION PERIOD: This payment authorization is in effect from January 1, 2004 through December 31, 2007.

SCOPE OF SERVICES: All demolition and new construction associated with the Capital Improvement Program requires various changes in utility services, including termination, connection, and relocation. In the past, this cost was typically assumed by the general contractor during demolition and construction. The approval will allow direct payment to the City of Chicago, Department of Revenue for services rendered directly by or through the City.

DELIVERABLES: New utility or relocated utility services at Board of Education sites.

OUTCOMES: Utility access for new or renovated school facilities.

COMPENSATION: The City shall be paid, on a per project basis; total cost not to exceed the amount of \$5,000,000 on an annual basis.

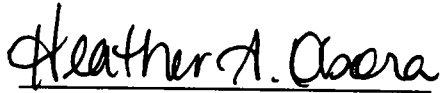
AUTHORIZATION: Authorize the Chief Operating Office to direct payment to the City for services rendered.

AFFIRMATIVE ACTION: Pursuant to section 3.7 of the Revised Remedial Plan for Minority and Women Business Enterprise Contract Participation (M/WBE Plan) this contract is exempt from review because the contract is for utility services.

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

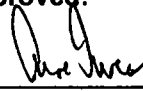
FINANCIAL: Charge to Operations: Operations-\$5,000,000 Fiscal Year: FY04
Budget Classification: various capital funds
Source of Funds: Capital

Approved for Consideration:



Heather A. Obora
Chief Purchasing Officer

Approved:



Arne Duncan
Chief Executive Officer

Within Appropriation:



John Maiorca
Chief Financial Officer

Approved as to legal form: 



Ruth Moscovitch
General Counsel