

**APPROVE ENTERING INTO AN AGREEMENT WITH DUNBAR ARMORED, INC.
FOR ARMORED CAR SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve entering into an agreement with Dunbar Armored, Inc. to provide armored car services to the Department of Operations, Food Services & Warehousing and the Office of School Financial Services at a cost not to exceed \$425,000.00 annually, and \$850,000 in the aggregate. Vendor was selected on a competitive basis pursuant to an advertised Request for Proposal (Specification no. 06-250010). A written agreement is currently being negotiated. No payment shall be made to Vendor prior to the execution of the written agreement. The authority granted herein shall automatically rescind in the event a written agreement is not executed within 90 days of the date of this Board Report. Information pertinent to this agreement is stated below.

SPECIFICATION NO. 06-250010

VENDOR: Dunbar Armored, Inc.
50 Schilling Road
Hunt Valley, MD 21031
Contact Person: Mr. Russell Daniels
(800) 888-2129
Vendor # 37755

USER: Operations, Food Services & Warehousing
125 South Clark, 16th Floor
Chicago, IL 60603
Sue Susanke
Sean Murphy

Office of School Financial Services, Bureau of Treasury
125 South Clark, 13th Floor
Chicago, IL 60603
David Bryant
John Maiorca

TERM: The initial term of this agreement shall commence on August 1, 2006 and shall end July 31, 2008. This agreement shall have one option to renew for a period of 24 months. Vendor shall have the right to reject the renewal period of 24 months by notifying the Board in writing no later than January 31, 2008.

SCOPE OF SERVICES: Vendor will provide (i) armored car transportation of coin, currency, checks, and money orders between schools and depository bank(s) designated by the Board to accept receipts from lunchroom collections (ii) armored car change delivery, (iii) reconciliation reporting, (iv) change consisting of both coin and currency, (v) bags for transporting collections, and other related services as requested by Operations or School Financial Services.

Dunbar Armored Inc. may be required to pick up additional monies from schools unrelated to the lunchroom operations. Such funds are referred to as "Internal Accounts" and are typically held in the main office. Schools may utilize the armored car company for their Internal Account pickups whether from the lunchroom or main office. Pickups will be delivered to the institution of the school's choice. Internal Accounts pickups may also include checks and money orders.

COMPENSATION: Vendor shall be paid according to the specific rates identified in the written agreement, not to exceed the sum of \$425,000.00 per year during the initial term; aggregate not to exceed \$850,000.

AUTHORIZATION: Authorize the General Counsel to include other relevant terms and conditions in the written agreement. Authorize the President and Secretary to execute the agreement.

AFFIRMATIVE ACTION: The M/WBE goals for this contract include: 26% total MBE and 5% total WBE.

However, the Waiver Review Committee recommends that a partial waiver of the M/WBE participation goals for this contract as required by the Revised Remedial Plan be granted because the contract is not further divisible.

The vendor has identified and scheduled the following M/WBE's:

Total MBE – 2%
Chicago United Industries (H)
53 West Jackson Blvd.
Suite 1450
Chicago, Illinois 60604 certified through 06/01/2006

Total WBE – 5%
B & L Distributors, Inc.
7808 College Drive
Suite 4 NE
Palos Heights, Illinois 60463 certified through 09/01/2006

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

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| FINANCIAL: | Charge to: Food Services & Warehousing: | \$400,000.00 Fiscal Year 2007 |
| | Budget Classification: 0941-270-000-7050-5550 | Source of Funds: Lunchroom Fund |
| | Charge to: Bureau of Treasury: | \$25,000.00 Fiscal Year 2007 |
| | Budget Classification: 0230--210-000-1135-5410 | Source of Funds: Operating Fund |
| | Charge to: Food Services & Warehousing: | \$400,000.00 Fiscal Year 2008 |
| | Budget Classification: 0941-270-000-7050-5550 | Source of Funds: Lunchroom Fund |
| | Charge to: Bureau of Treasury: | \$25,000.00 Fiscal Year 2008 |
| | Budget Classification: 0230--210-000-1135-5410 | Source of Funds: Operating Fund |

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 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 June 23, 2004 (04-0623-PO4), as amended from time to time, shall be incorporated into and made a part of the agreement.

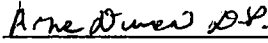
Contingent Liability – The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

Approved for Consideration:



Heather A. Obora
Chief Purchasing Officer

Approved:



Arne Duncan
Chief Executive Officer

Within Appropriation:



John Maiorca
Chief Financial Officer

Approved as to legal form 



Patrick J. Rocks
General Counsel