

**APPROVE EXERCISING THE OPTION TO EXTEND THE AGREEMENT
WITH DUNBAR ARMORED, INC**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the option to extend the agreement with Dunbar Armored, Inc. to provide armored car services to the Department of Operations, Food Services & Warehousing and the Department of Finance at a cost for the option period not to exceed \$425,000.00 annually and \$850,000 in the aggregate. A written document exercising this option is currently being negotiated. No payment shall be made to Vendor during the option period prior to the execution of the written document. The authority granted herein shall automatically rescind in the event a written document is not executed within 90 days of the date of this Board Report. Information pertinent to this option is stated below.

CONSULTANT:

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
George Tropicano
Louise Esaian

Department of School Finance, Bureau of Treasury
125 South Clark, 13th Floor
Chicago, IL 60603
David Bryant
Pedro Martinez

ORIGINAL AGREEMENT: The original Agreement (authorized by Board Report 06-0628-PR12) in the amount of \$425,000.00 per year; aggregate not to exceed \$850,000. is for a term commencing August 1, 2006 and ending July 31, 2008, with the Board having 1 option to extend for 24 months. The original agreement was awarded on a competitive basis pursuant to Board Rule 5-4.1.

OPTION PERIOD: The term of this agreement is being extended for 24 months commencing August 1, 2008 and ending July 31, 2010.

OPTION PERIODS REMAINING: There are no option periods remaining.

SCOPE OF SERVICES: Vendor will continue to 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.

Durbar 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.

DELIVERABLES: Vendor will continue to provide detailed invoicing, standard, and customized reporting as specified by the Board.

OUTCOMES: Vendor's services will result in timely and secure armored car services, invoicing and reporting.

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 extended term; aggregate not to exceed \$850,000.

AUTHORIZATION: Authorize the General Counsel to include other relevant terms and conditions in the written option document. Authorize the President and Secretary to execute the extension document. Authorize Chief Financial Officer or Treasurer to execute all ancillary documents required to administer or effectuate this extension agreement.

AFFIRMATIVE ACTION: The M/WBE goals for this contract include: 26% total MBE and 5% total WBE. However, the Office of Business Diversity recommends that a partial waiver of the M/WBE participation goals for this contract as required by the Remedial Program be granted because the contract scope 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 02/01/2009

Total WBE – .5%
B & L Distributors, Inc.
7808 College Drive
Suite 4 NE
Palos Heights, Illinois 60463 certified through 10/01/2008

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

FINANCIAL:	Charge to: Food Services & Warehousing: Budget Classification: 12010-312-54560-256009	\$400,000.00 Fiscal Year 2009 Source of Funds: Lunchroom Fund
	Charge to: Bureau of Treasury: Budget Classification: 12050-115-54125-252302	\$25,000.00 Fiscal Year 2009 Source of Funds: Operating Fund
	Charge to: Food Services & Warehousing: Budget Classification: 12010-312-54560-256009	\$400,000.00 Fiscal Year 2010 Source of Funds: Lunchroom Fund
	Charge to: Bureau of Treasury: Budget Classification: 12050-115-54125-252302	\$25,000.00 Fiscal Year 2010 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.

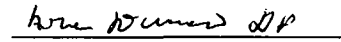
Ethics – The Board’s Ethics Code adopted June 23, 2004 (04-0623-PO4), as amended from time to time, shall be incorporated into and made a part of the agreement.

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:

Approved:

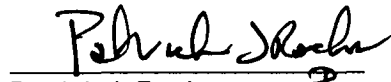

Heather A. Obora
Chief Purchasing Officer


Arne Duncan
Chief Executive Officer

Within Appropriation:


Pedro Martinez
Chief Financial Officer

Approved as to legal form. 


Patrick J. Rocks
General Counsel