

May 25, 2016

AUTHORIZE A NEW AGREEMENT WITH SCHOOL SPECIALTY AND LAKESHORE LEARNING FOR THE PURCHASE OF EDUCATIONAL SUPPLIES**THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:**

Authorize new agreements with vendors for the purchase of educational supplies at an estimated annual cost set forth in the Compensation Section of this report. Vendors were selected on a competitive basis pursuant to Board Rule 7-2.7 which authorizes the Board to purchase through government purchasing cooperative contracts. The Cooperative Purchasing Network (TCPN) issued an RFP (Solicitation# 14-16) and subsequently entered into contracts with School Specialty, Inc. (TCPN# R141608) and Lakeshore Learning Materials (TCPN# R141604). Written agreements for this purchase are currently being negotiated. No goods may be ordered or received and no payment shall be made to any Vendor prior to execution of their written agreement. The authority granted herein shall automatically rescind as to each Vendor in the event their written agreement is not executed within 90 days of the date of this Board Report. Information pertinent to the agreements is stated below.

Contract Administrator : Janus, Ms. Rene / 773-553-3241

VENDOR:

- 1) Vendor # 26218
SCHOOL SPECIALTY, INC
W6316 DESIGN DRIVE
GREENVILLE, WI 54942-0000
Stephen Herren
888 388-3224
For Profit: Gene T Preta-24.2%, Frigate
Ventures Lp (Bruce Winson, Adam Spears,
Moez Kassam) -11.4%

- 2) Vendor # 18171
LAKESHORE LEARNING MATERIALS
2695 E DOMINGUEZ ST
CARSON, CA 90895
Tery Amaya
310 537-8600
For Profit: Charles P. Kaplan-37.1%,
Michael A. Kaplan-37.1%

USER INFORMATION :

Contact: 10810 - Teaching and Learning Office
42 West Madison Street
Chicago, IL 60602
Gurley, Miss Annette Denise
773-553-1216

Project

Manager: 11385 - Early Childhood Development - City Wide
42 West Madison Street
Chicago, IL 60602
Kim, Mr. David
773-553-2010

TERM:

The term of each agreement shall commence on June 1, 2016 and shall end May 31, 2017. The agreements shall have two (2) options to renew for terms of one (1) year each.

EARLY TERMINATION RIGHT:

The Board shall have the right to terminate each agreement with 30 days written notice.

DESCRIPTION OF PURCHASE:

Vendors will provide classroom educational and associated supplies to schools, network offices and central office departments at the prices specified in their respective agreement for the following categories:

1. Classroom Supplies
2. Art Supplies
3. Early Childhood Supplies

OUTCOMES:

This purchase will result in the centralized procurement of Classroom Educational Supplies with increased savings on all classroom educational supplies purchased by CPS.

COMPENSATION:

Vendors shall be paid in accordance with the unit prices contained in their agreement; total cost not to exceed the sum of \$3,500,000.00 in aggregate.

AUTHORIZATION:

Authorize the General Counsel to include other relevant terms and conditions in the written agreements. Authorize the President and Secretary to execute the agreements. Authorize the Chief Procurement Officer to execute all ancillary documents required to administer or effectuate the agreements.

AFFIRMATIVE ACTION:

Pursuant to the Remedial Programs for Minority and Women Owned Business Enterprise (M/WBE) Participation in Goods and Services and Construction Contracts, the goals for this award are 15% MBE and 5% WBE.

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Source of Funds: Various
Charge to various schools and central office departments
Fiscal Years
FY2016 - \$500,000.00
FY2017 - \$1,500,000.00
FY2018 - \$1,500,000.00
Future year funding is contingent upon budget appropriation and approval.

CFDA#: Not Applicable

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 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 May 25, 2011 (11-0525-PO2), 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:



SÉBASTIEN de LONGEAUX
Chief Procurement Officer

Approved:



FORREST CLAYPOOL
Chief Executive Officer

Approved as to Legal Form: *grm*



RONALD L. MARMER
General Counsel