

AUTHORIZE THE SECOND RENEWAL AGREEMENT WITH H-O-H WATER TECHNOLOGY INC. FOR THE PURCHASE OF WATER TREATMENT CHEMICALS, TESTING AND TRAINING SERVICES

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Authorize the second renewal agreement with H-O-H Water Technology Inc. for the purchase of water treatment chemicals, testing and training services for the Department of Facilities and all schools at an estimated annual cost set forth in the Compensation Section of this report. A written document exercising this option is currently being negotiated. No payment shall be made to H-O-H Water Technology Inc. during the option period prior to execution of their written document. The authority granted herein shall automatically rescind in the event their written document is not executed within 90 days of the date of this Board Report. Information pertinent to this option is stated below.

Reference Contract: City of Chicago -16178

Contract Administrator : Barnes, Miss Allison V / 773-553-3241

VENDOR:

- 1) Vendor # 37041
H-O-H WATER TECHNOLOGY INC
500 SOUTH VERMONT STREET
PALATINE, IL 60067

Paul Boblak
847 358-7400

Ownership: Thomas Hutchison - 27.50%,
Elizabeth Hutchison - 27.50%

USER INFORMATION :

Project
Manager: 11880 - Facility Opers & Maint - City Wide

42 West Madison Street

Chicago, IL 60602

Peng, Mr. Yanbo

773-553-2960

ORIGINAL AGREEMENT:

The original Agreement (authorized by Board Report 15-0325-PR11) in the amount of \$2,000,000.00 was for a term commencing May 1, 2015 and ending April 30, 2017, with the Board having two (2) options to renew for periods of one (1) year each. The first renewal Agreement (authorized by Board Report 17-0828-PR7) in the amount \$500,000.00 was for a term commencing May 1, 2017 and ending April 30, 2018. The original agreement was awarded on a competitive basis pursuant to Board Rule 7-2.4.

OPTION PERIOD:

The term of this agreement is being renewed for one (1) year commencing May 1, 2018 and ending April 30, 2019.

OPTION PERIODS REMAINING:

There are no options remaining.

SCOPE OF SERVICES:

Goods: Water Treatment Chemicals

Quantity: Variable

Unit Price: Variable based on type of chemical and type of equipment it will be used in.

DELIVERABLES:

Vendor will deliver water treatment chemicals to schools across the district and administer treatment of water to CPS HVAC assets.

OUTCOMES:

This purchase will result in centralized purchasing to take advantage of volume discounts, improved tracking of spending for HVAC water treatment and to ensure standardization of water treatment chemicals across the district.

COMPENSATION:

Vendor shall be paid during this option period in accordance with the unit prices contained in the agreement. Estimated annual costs for this option period are set forth below:

\$105,000.00 FY18 and FY19

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 option document. Authorize the Chief Procurement Officer to execute all ancillary documents required to administer or effectuate this option agreement.

AFFIRMATIVE ACTION:

Pursuant to Board Rule 7-2.4, the Board is authorized to purchase these biddable items through federal, state, county, city, or sister agency contracts. This agreement shall be bound to the MBE/WBE provisions that were set in the Master Agreement. The required compliance levels were set at 17% for MBE and 5% for WBE participation.

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Fund 230

Department of Facilities, Parent Unit Number 11800

\$25,000.00 FY18

\$80,000.00 FY19

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.

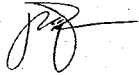
Conflicts - The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board members during the one year period following expiration or other termination of their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

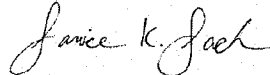
Contingent Liability - The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

Approved for Consideration:



JONATHAN MAPLES
Chief Procurement Officer

Approved:



JANICE K. JACKSON
Chief Executive Officer

Approved as to Legal Form:



DOUGLAS A. HENNING
Acting General Counsel