

**AMEND BOARD REPORT 20-0923-PR4**  
**AUTHORIZE NEW AGREEMENTS WITH CANNON DESIGN, INC. DBA CANNON DESIGN AND THE**  
**GORDIAN GROUP, INC. FOR UNIT PRICING CONSTRUCTION MANAGEMENT SERVICES**

**THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:**

Authorize new agreements with Cannon Design, Inc. dba Cannon Design and The Gordian Group, Inc. to provide Unit Pricing Construction Management Services to the Department of Capital Planning and Construction 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 7-3. A written agreement for Vendor's services is currently being negotiated. No services shall be provided by the Vendors and no payment shall be made to Vendors prior to the execution of their 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.

This October 2022 amendment is necessary to increase the Board Authority from \$5,000,000 to \$10,000,000. The increase in Board Authority is needed based on the following: Given the size of the current capital programs aggressive completion timeline (DOJ/BOE ADA Polling Places Program) as well as the significant supply chain issues for timely delivery of equipment and material for capital projects. Procurement has authorized the utilization of Job Order Contracting (JOC) for a large number of capital projects. The increase in Board Authority will allow the FY23 capital program to proceed as currently scheduled. A written amendment to the agreement is not required.

Contract Administrator : Spear, Thomas M. / 773-553-2280

**VENDOR:**

- 1) Vendor # 96547  
Cannon Design, Inc.  
225 N. MICHIGAN AVE., STE 1100  
CHICAGO, IL 60601  
Joseph Cassata  
312 960-8253

Ownership: The Cannon Corporation - 100%

- 2) Vendor # 63187  
THE GORDIAN GROUP, INC.  
30 PATEWOOD DRIVE  
GREENVILLE, SC 29615  
Derek LaDuke  
800 874-2291

Ownership: TGG Sub, Inc. - 100%

**USER INFORMATION :**

Project 11860 - Facility Operations & Maintenance  
Manager: 42 West Madison Street  
Chicago, IL 60602  
Dye, Ms. Venguanette  
773-553-2960

Project 11860 - Facility Operations & Maintenance  
Manager: 42 West Madison Street  
Chicago, IL 60602  
Hansen, Mr. Ivan  
773-553-2960

**TERM:**

The term of these agreements shall commence October 1, 2020 and shall end September 30, 2023. These agreements shall have two (2) options to renew for periods of one (1) year each.

**EARLY TERMINATION RIGHT:**

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

**SCOPE OF SERVICES:**

Vendors will provide unit price catalogs and proprietary software that set market-based, pre-established unit labor/materials prices, which are used by CPS JOC contractors for capital construction projects (JOC Projects) due to short timelines for construction. The services provided by the vendors will include: unlimited access to and support for the unit price catalogs and JOC software; review of JOC proposals and change orders for accuracy; training for CPS staff, consultants, and contractors; provision of customized construction task catalogs for recurring non-prepriced tasks; and development of new specifications for recurring non-prepriced tasks.

**DELIVERABLES:**

Vendors will provide unit price catalogs, reports, training, software and management services for JOC projects. Vendors will also provide assistance in reviewing and approving proposals in their software systems to ensure that CPS is getting the best value and accurate proposals from the contractors. As part of their agreement, both Vendors will provide unlimited licenses to their proprietary software.

**OUTCOMES:**

Vendors' services will result in the Board being able to award JOC projects in a timely manner.

**COMPENSATION:**

Vendors shall be paid as set forth in their individual agreements.

Estimated annual costs for the three (3) year term are as follows:

FY21 \$1,300,000  
FY22 \$1,650,000  
FY23 ~~\$1,650,000~~ \$5,050,000  
FY24 ~~\$400,000~~ \$2,000,000

**REIMBURSABLE EXPENSES:**

None.

**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. Authorize Chief Operating Officer, or its designee, to execute all ancillary documents required to administer or effectuate this agreement.

**AFFIRMATIVE ACTION:**

Pursuant to the Remedial Program for Minority and Women-Owned Business Enterprise Participation in Goods and Services Contracts (M/WBE Program), the goals for this contract are 30% MBE and 7% WBE. The Office of Business Diversity has granted a partial waiver and the Prime vendors have committed to the participation goals of 30% MBE and 7% WBE of applicable spend.

**LSC REVIEW:**

Local School Council approval is not applicable to this report.

**FINANCIAL:**

Various Capital Funds.

Department of Capital Planning and Construction

Unit 11860

FY21 \$1,300,000

FY22 \$1,650,000

FY23 ~~\$1,650,000~~ \$5,050,000

FY24 ~~\$400,000~~ \$2,000,000

Not to exceed ~~\$5,000,000~~ \$10,000,000 for the three (3) year term.

Future 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:



PATRICIA HERNANDEZ  
Acting Chief Procurement Officer

Approved:



PEDRO MARTINEZ  
Chief Executive Officer

Approved as to Legal Form: 



JOSEPH T. MORIARTY  
General Counsel