

December 6, 2017

AUTHORIZE THE FIRST, SECOND AND THIRD RENEWAL AGREEMENT WITH HEARTLAND PAYMENT SYSTEMS, LLC, AS SUCCESSOR-IN-INTEREST TO HEARTLAND PAYMENT SYSTEMS, INC. TO PROVIDE MEAL MANAGEMENT POINT OF SERVICE (POS) SYSTEM TO THE DEPARTMENT OF NUTRITIONAL SUPPORT

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Authorize the first, second, and third renewal agreement with Heartland Payment Systems, LLC, as successor-in-interest to Heartland Payment Systems, Inc. to provide Meal Management Point of Service (POS) System to the Department of Nutritional Support Services at an estimated annual cost set forth in the Compensation Section of this report. A written document exercising the options is currently being negotiated. No payment shall be made to Vendor during the option period prior to 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.

Specification Number : 12-250062

Contract Administrator : Stewart, Ms. April D / 773-553-2280

VENDOR:

- 1) Vendor # 18911
HEARTLAND PAYMENT SYSTEMS LLC
DBA HEARTLAND SCHOOL SOLUTIONS
1620 W. FOUNTAINHEAD PARKWAY,
SUITE 501
TEMPE, AZ 85282
Terry Roberts
480 289-2929
Ownership: Multiple Shareholders All Less
Than 10% Ownership

USER INFORMATION :

PM Contact:

12010 - Nutrition Support Services
42 West Madison Street
Chicago, IL 60602
Cooper, Ms. Crystal T
773-553-2830

ORIGINAL AGREEMENT:

The original Agreement (authorized by Board Report 13-0424-PR12) in the amount of \$14,000,000.00 is for a five year term commencing on June 5, 2013 and ending June 4, 2018 with the Board having 3 options to renew for periods of 1 year each. The original agreement was awarded on a competitive basis pursuant to Board Rule 7-2.

OPTION PERIOD:

The term of this agreement is being renewed for 2 years commencing June 5, 2018 and ending June 4, 2020.

SCOPE OF SERVICES:

The vendor shall continue to provide meal management software, hardware, training and support for all Chicago Public Schools, charter schools, departments, and area offices on all modules listed below.

DELIVERABLES:

section are detailed further in this scope of service.

Priority 1 Modules

a. Section 1: Point of Service (POS)

b. Section 2: Fee and Reduced Application Management Online and Services

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Parent unit: 12000 (Nutrition Support Services)
Charge to Nutrition Support Services \$6,000,000
FY19 \$2,000,000.00
FY20 \$2,000,000.00
FY21 \$2,000,000.00

Future year funding is contingent on budget appropriation and approval

CFDA#: Not Applicable

GENERAL CONDITIONS:

Inspector General - Each party to the agreement shall acknowledge that, in accordance with 105 ILCS 5/24-12.4, the Inspector General of the Illinois Board of Education has the authority to conduct certain