

CONTRACT EXTENSION SUMMARY

Contract No.: 007-GG03

Contract Title: CAFETERIA PACKAGING AND PLASTIC SUPPLIES

Extension Award Amount: \$4,642,350

Extension Period: July 1, 2007 – June 27, 2008

Purpose of Contract: The purpose of this contract is to provide cafeteria packaging and plastic supplies for use in the Food Service Program of the Department of Food and Nutrition.

Original Award Period: March 14, 2007

Terms of Contract Award and Extension: Three (3) months, with an option to extend for three (3) additional one-year periods and, if needed, an additional ninety (90) days beyond the expiration date.

Previous Extension Period: N/A

Previous Extension Amount: N/A

Vendors Recommended for Contract Extension: Four (4)

A.G.E. Paper and Aluminum Products
Serv-Pak Corporation
Shore Distribution Resources, Inc.
Wallace Packaging, LLC

Justification: Six vendors were awarded various items on this contract, however, two vendors declined to renew, citing increased costs. Four vendors agreed to renew at prices bid in 2006. The Consumer Price Index (CPI) for petroleum, used in the manufacturing of these products, has increased 11.6% in the past six months; therefore, the District is receiving favorable pricing from those vendors willing to renew this contract. It is considered to be in the best interest of the District to extend this contract for an additional one (1) year period, to benefit from firm fixed prices. Staff has indicated satisfactory performance from the vendors and recommends extension. The awardees have agreed to extend for an additional one (1) year period, by letter, on file.