THE CHANCELLOR RECOMMENDS:

that the Board of Trustees approves the issuance of a purchase order to Haas Factory Outlet for the purchase of the ST-20Y CNC Lathe for the Advanced Manufacturing Program at a total cost not to exceed $86,825.

VENDOR: Haas Factory Outlet
555 Busse Road
Elk Grove Village, Illinois 60007

USER: Daley College

TERM:
The term for this purchase of equipment will commence no sooner than April 3, 2014 and will continue through delivery of purchase.

SCOPE OF SERVICES:
Haas Factory Outlet will provide a ST-20Y CNC Lathe with Y axis and components. This multi-axis lathe can stop rotating the work, move a drill along the side of the work, and drill a hole into it. It can also mill a flat on the side of the part, or make a threaded hole. The technology combines the functions of a mill with a lathe which means fewer operations are needed.

BENEFIT TO CITY COLLEGES OF CHICAGO:
Advanced manufacturing refers to digital skills and tools that are driving the growth of U.S. manufacturing. This purchase will allow Daley College to train our students at an advanced mathematical level comparable to most incumbent operators of standard CNC machines technology and provide our graduates a significant advantage in the labor market. This original purchase price of $90,722 was negotiated to $86,825 which represents a $3,867 cost savings.
VENDOR SELECTION CRITERIA:
Haas Factory Outlet is the sole source vendor for the acquisition of the ST-20Y CNC Lathe. Pursuant to State Law, goods that are economically procurable from only a single source are exempt from the District’s competitive bidding requirements.

MBE/WBE CONTRACT COMPLIANCE:
The Office of MBE / WBE Contract Compliance has reviewed the above request and recommends a waiver due to the sole source exemption and the lack of subcontracting opportunities.

GENERAL CONDITIONS:
Inspector General – It shall be the duty of each party to the agreement to cooperate with the Inspector General for City Colleges of Chicago in any investigation conducted pursuant to the Inspector General’s authority under Article 2, Section 2.6.4 (b) of the Board Bylaws.

Ethics – It shall be the duty of each party to the agreement to comply with the applicable provisions of the Board’s Ethics Policy adopted January 7, 1993, and as amended by the Board.

Contingent Liability – Pursuant to Section 7-14 of the Illinois Public Community College Act, all agreements authorized herein shall contain a clause that any expenditure beyond the current fiscal year is subject to appropriation in the subsequent fiscal year.

FINANCIAL:
Total: $86,825
Charge to: Daley College
Sources of Funds: Capital Fund
FY14: 580000-92015-6005031-70000

Respectfully submitted,

Cheryl L. Hyman
Chancellor

April 3, 2014 – Office of Administrative and Procurement Services