

**APPROVE ENTERING INTO AN AGREEMENT WITH
AT&T FOR DEDICATED ACCESS SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve entering into an agreement with AT&T to provide dedicated access services for the Office of Technology Services ("OTS"), at a cost not to exceed \$66,000.00 for a three (3) year renewal term, of which \$66,000.00 is eligible for, but not contingent upon, discounts in accordance with the guidelines and requirements of the Federal Government's Universal Services Program ("E-Rate"), at a cost to the Board not to exceed \$8,580.00 for the renewal period. Vendor was selected pursuant to a duly advertised E-Rate Form 470 Posting (808450000503085). A written agreement is currently being negotiated. The authority granted herein shall automatically rescind in the event a written agreement is not executed within ninety (90) days of the date of this Board Report. Information pertinent to this agreement is stated below:

SPECIFICATION NO: E-Rate Form 470 Posting: 808450000503085

VENDOR: AT&T
227 West Monroe, 3rd Floor
Chicago, Illinois 60606
Contact: Ernie Shafer
Telephone No.: (312) 230-6768
Vendor No. 11912

USER: Office of Technology Services
125 South Clark Street, 3rd Floor
Chicago, Illinois 60603
Contact: Robert Runcie, Chief Information Officer
Kathryn Zalewski, Telecommunications Director
Telephone No.: (773) 553-1300

TERM: The term of the agreement is for a three (3) year period effective upon full execution of the written agreement document to be signed no later than February 3, 2005 and will end no later than February 2, 2008. The three year agreement period is necessary to allow the Board's participation in Year 7, Year 8 and Year 9 of the E-Rate program. This agreement shall have three (3) options to renew for a periods of one (1) year each.

SCOPE OF SERVICES: AT&T will provide dedicated access circuits to support long distance telephone service and optional local digital services for the CPS Central Service Center ("CSC"). The Contract Tariff applies to AccuNet T1.5 access and connections, multiplexing office functions and 1.544 Mbps local channel services and access coordination. The total value of this Contract Tariff will be billed in monthly invoices based on current tariff rates. Long distance calls generated by the CSC will be routed over the dedicated facilities and the usage will be billed at the lower "dedicated" rates per minute (rather than "switched"), as negotiated under the Uniplan contract, pursuant to Board Report 03-0122-PR06.

DELIVERABLES: AT&T will provide the Board with dedicated access to long distance services for the remainder of fiscal year 2005, full fiscal year 2006, full fiscal year 2007 and the first six months of fiscal year 2008.

OUTCOMES: The Board will receive dedicated access services for fiscal years as outlined in Deliverables. Local calls generated by the CSC will continue to be routed over the dedicated facilities and usage will be billed at the lower "dedicated" rates per minute (rather than "switched"), as negotiated under the Uniplan contract.

COMPENSATION: AT&T shall be paid as follows: upon monthly invoicing, not to exceed the sum of \$66,000.00, of which is \$66,000.00 is eligible for, but not contingent upon, E-Rate discounts, at a cost to the Board not to exceed \$8,580.00 for the contract period.

AUTHORIZATION: Authorize the General Counsel to include other relevant terms and conditions in the written agreement. Authorize the President and Secretary to execute the written agreement. Authorize the Chief Information Officer to execute all ancillary documents required to administer or effectuate the written agreement.

AFFIRMATIVE ACTION: Pursuant to section 3.7 of the Revised Remedial Plan for Minority and Women Business Enterprise Contract Participation ("M/WBE Plan"), this Contract is *exempt* from review because it is for a non-competitive utility.

LSC REVIEW: Local School Council approval is not applicable to this report.

FINANCIAL: Charge to the Office of Technology Services: \$66,000.00

Budget Classification:	0220-552-000-1614-5430	\$11,000.00	FY05
	0220-552-000-1614-5430	\$22,000.00	FY06
	0220-552-000-1614-5430	\$22,000.00	FY07
	0220-552-000-1614-5430	\$11,000.00	FY08

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.

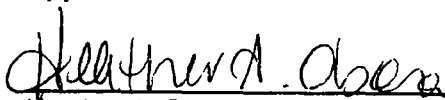
Conflicts – The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board members during the one year period following expiration or other termination of their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

Indebtedness – The Board's Indebtedness Policy adopted July 26, 1995 (95-0726-EX3), as amended from time to time, shall be incorporated into and made a part of the agreement.

Ethics – The Board's Ethics Code adopted September 27, 1995 (95-0927-RU3), as amended from time to time, shall be incorporated into and made a part of the agreement.

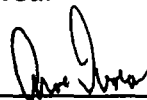
Contingent Liability – The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

Approved for Consideration:



Heather A. Obora
Chief Purchasing Officer

Approved:



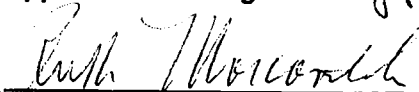
Arne Duncan
Chief Executive Officer

Within Appropriation:



John Maiorca
Chief Financial Officer

Approved as to Legal Form:



Ruth Moscovitch
General Counsel