

**APPROVE THE EXTENSION OF THE EXISTING AGREEMENTS
WITH DALY COMPUTERS INC. & MICRO CITY FOR THE PURCHASE OF COMPUTER
PERIPHERALS**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve the extension of the existing agreements with Daly Computers and Micro City for the purchase of computer peripherals for use by all area instructional offices and central office departments and schools, at an aggregate cost for the extension period not to exceed \$1,500,000.00 for a 5-month period. These contracts are subject to the Board's Strategic Sourcing Policy. Written extension agreements are currently being negotiated. No payment shall be made to either Vendor during the extension period prior to the execution of such vendor's written extension agreement. The authority granted herein shall automatically rescind as to each vendor in the event a written document for such vendor is not executed within 90 days of the date of this Board Report. Information pertinent to this extension is stated below.

SPECIFICATION NO: 00-250499

VENDORS:

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| 1. Micro City
2040 Corporate Lane
Naperville, IL 60563
Contact Person: Herb Steininger
630-395-2212
Vendor No. 49725 | 2. Daly Computers, Inc.
7-1 Metropolitan Court
Gaithersburg, MD 20878
Contact Person: Diane L. Gasper-Jones
1-800-955-3259x358
Vendor No. 28322 |
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USERS:

All schools, area instructional office, and central office Departments.
Contact Person: Charlita Fain, Contract Administrator, 773-553-2259

ORIGINAL AGREEMENTS: The original Agreements (authorized by Board Report 00-0927-PR3) in the aggregate amount of \$6,000,000.00 were for a term commencing on the date of signature and ending 12 months thereafter with the Board having 3 options to renew for 1 year terms. The original agreements were extended for an additional one-year term in the aggregate amount of \$6,000,000.00 with all agreements ending on January 31, 2003 (authorized by Board Report 02-0123-PR2). The original agreements were further extended for an additional one-year term in the aggregate amount of \$8,000,000.00 with all agreements ending on January 31, 2004 (authorized by Board Report 02-1208-PR01). The original agreements were further extended for an additional one-year term in the aggregate amount of \$6,000,000.00 with all agreements ending on January 31, 2005 (authorized by Board Report 03-1119-PR06). The original agreements were awarded on a competitive basis pursuant to a duly advertised Request for Proposals (Specification # 00-250499).

EXTENSION PERIOD: By mutual agreement of the parties, the term of each agreement is being extended for a 5-month term commencing February 1, 2005 and ending June 30, 2005. However, the Board may terminate the agreements at any time upon 30 days written notice.

DELIVERABLES: Vendors will continue to provide computer peripherals to schools, area instructional offices, and central office departments. Users may purchase peripherals at their option via requisition to Procurement and Contracts who will mail a purchase order to the Vendor. School purchases that exceed \$25,000.00 must be approved by the Area Instructional Officer (AIO). Central Office purchases over \$25,000.00 must be approved by the appropriate Chief.

PRICES: The prices for the purchase of peripherals shall be as specified in the original agreements.

COMPENSATION: Vendors shall be paid as periodic invoices are submitted and verified in amounts not to exceed \$1,500,000.00 during the extension period.

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

AFFIRMATIVE ACTION: Pursuant to Section 6.2 of the Revised Remedial Plan for Minority and Women Business Enterprise Contract Participation (M/WBE Plan), the Per Contract and Category Goals method for M/WBE participation will be utilized. Thus, contracts for subsequent vendors from the pool created by this contract will be subject to compliance reviews on a contract-by-contract basis. Aggregated compliance of the vendors in the pool will be reported on a monthly basis.

LSC REVIEW: Local School Council approval will be applicable for any school desiring to purchase peripherals.

FINANCIAL: Charge to various schools, areas, and departments
Fiscal Year 2005
Source of Funds: various

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 member 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 June 23, 2004 (04-0623-PO4), 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

Within Appropriation:



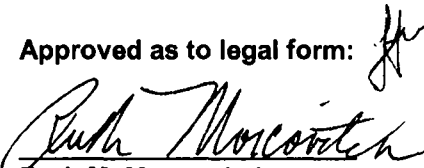
John Maiorca
Chief Financial Officer

Approved:



Arne Duncan
Chief Executive Officer

Approved as to legal form:



Ruth M. Moscovitch
General Counsel