

AMEND BOARD REPORT 07-0124-PR9
AMEND BOARD REPORT 04-1215-PR18
AMEND BOARD REPORT 04-1117-PR6
APPROVE ENTERING INTO AGREEMENTS WITH SBC GLOBAL SERVICES, INC. D/B/A AT&T
GLOBAL SERVICES ON BEHALF OF ITS AFFILIATES, AMENDING AGREEMENTS AND
EXERCISING OPTION TO RENEW

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve entering into a master agreement with SBC Global Services, Inc. d/b/a AT&T Global Services on behalf of its Affiliates, approve amending the agreement(s) and exercising the first option to renew the agreements for the following services:

1. Discounted Usage Rates for Local Services – See Appendix A
2. Leased Wide Area Network Fiber Transport Services – See Appendix B.
3. Centrex Switching Services – See Appendix C
4. Purchase of Tariff-Based (Non-Centrex) Telecommunications Services – See Appendix D
5. Contracted Prime Interface Rate (PRI) DS1 Services – See Appendix E

This amendment is necessary to revise the scope of services related to the agreement detailed in Appendix B.

This second amendment is necessary to i) adjust the E-Rate percentage discount from 87% to 86% due to recent SLD rulings, ii) add leased fiber-based Layer 2 Switched Ethernet services to the existing WAN Transport Services (Appendix B), iii) add language allowing charter schools, CPS consortium members and City of Chicago sister agencies to purchase services under the agreement(s) and iv) to increase the funding amount by \$952,263.76 to cover any billings to the Board as the Billed Entity for the CPS consortium. Payment for purchases so made shall be the responsibility of the charter schools, CPS consortium members, and City of Chicago sister agencies. Charter schools and City sister agencies shall pay vendor directly and consortium members shall reimburse the Board for such purchases.

This second amendment is also necessary to exercise the first option to renew the agreements for a three-year term commencing July 1, 2008 and ending June 30, 2011 to cover FY09, FY10 and FY11. Written amendments to the agreements and renewal agreements are required. The authority granted herein shall automatically rescind in the event the written amendments and renewal agreements are not executed within 90 days of this amended Board Report.

This third amendment is necessary to authorize Board indemnification of vendor.

VENDOR: SBC Global Services, Inc. d/b/a AT&T Global Services on behalf of its Affiliates
 225 West Randolph, Floor 23C
 Chicago, Illinois 60606
 Contact: Keneese McNamer
 Telephone No.: (312) 364-2982
 Vendor No. 13290

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

AUTHORIZATION: Authorize the General Counsel to include other relevant terms and conditions in the required written agreements, amendments and renewal agreements, including any indemnities to be provided to the Vendor by Board. Authorize the President and Secretary to execute the required written agreements, amendments and renewal agreements. Authorize the Chief Technology Officer to execute all ancillary documents required to administer or effectuate the written agreements, amendments and renewal agreements.

AFFIRMATIVE ACTION: Pursuant to Section 3.7 of the Revised Remedial Plan for Minority and Women Business Enterprise Contract Participation (M/WBE). **Appendix A & D** of this contract is exempt from review because they are unique transactions. **Appendix B & C** of this contract is in full compliance with the goals required by the Revised Remedial Plan for Minority and Women Business Enterprise Contract Participation (M/WBE). The M/WBE participation goals for the contract include: 35% MBE and 5% total WBE.

Total 35% MBE:

Total 22% African American:

Computer Resource	22%
One Pierce Place #325W	
Itasca, IL 60143	

Total 10% Hispanic:

United Bldg.	10%
165 Easy St.	
Carol Stream, IL 60188	

Total 3% Asian:

Fieldstone Building Services	3%
221 E. Rocbaar Dr.	
Romeoville, IL	

Total 5% WBE:

Archon Construction Co.	5%
563 S. Rohlwing Rd.	
Addison, IL 60101	

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

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.

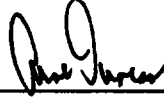
Contingent Liability – The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

Approved for Consideration:



Heather A. Obora
Chief Purchasing Officer

Approved:



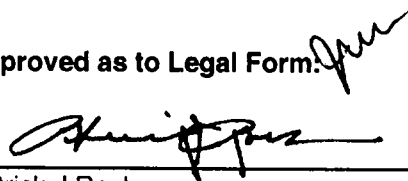
Arne Duncan
Chief Executive Officer

Within Appropriation:



John Maiorca
Chief Financial Officer

Approved as to Legal Form:



Patrick J Rocks
General Counsel

**APPROVE ENTERING INTO AN AGREEMENT
FOR DISCOUNTED USAGE RATES FOR LOCAL AND INTRALATA SERVICES,
AMENDING THE AGREEMENT AND EXERCISING FIRST OPTION TO RENEW**

Approve entering into an agreement with SBC Global Services, Inc ("SBC Global" or "Vendor") to provide cost discounts on local usage for Centrex and Non-Centrex Services for a three (3) year term for the Office of Technology Services ("OTS"). The discounted usage rates are based upon a minimum annual usage of \$965,300.00 of services for each year of the term. A written agreement is currently being negotiated. The authority granted herein shall automatically rescind in the event a written document is not executed within ninety (90) days of the date of the Board Report. Information pertinent to this agreement is stated below.

Approve amending the agreement as set forth below and exercising the first option to renew the agreement for a three-year term to cover FY09, FY10 and FY11.. The discounted usage rates are based upon a minimum annual usage of \$965,300.00 of services for each year of the renewal term.

This amendment to Appendix A is necessary to i) adjust the E-Rate percentage discount from 87% to 86% due to recent SLD rulings, and ii) add language allowing charter schools, CPS consortium members and City of Chicago sister agencies to purchase services under the agreement. Payment for purchases so made shall be the responsibility of the charter schools, CPS consortium members, and City of Chicago sister agencies. Charter schools and City sister agencies shall pay vendor directly and consortium members shall reimburse the Board for such purchases. A written amendment to the agreement and a renewal document are required. The authority granted herein shall automatically rescind in the event the written amendment and renewal document are not executed within 90 days of this amended Board Report.

SPECIFICATION NO: E-Rate Form 470 Posting: 785950000500456

INITIAL TERM: The term of this agreement shall be for a period of three (3) years commencing July 1, 2005 and ending June 30, 2008. This term is necessary to coincide with, and allow for the Board's participation in Year 8, Year 9 and Year 10 of the E-Rate program.

RENEWAL TERM: The term of the agreement is being extended for a period of three (3) years commencing July 1, 2008 and ending June 30, 2011. This term is necessary to coincide with, and allow for the Board's participation in Year 11, Year 12 and Year 13 of the E-Rate program. There is one three-year option to renew remaining after the expiration of this first renewal term.

SCOPE OF SERVICES: SBC shall provide discounts on local usage for Centrex and Non-Centrex services. Local usage shall be billed at the following rates: Band "A" usage at 1.1 cents for all minutes; and Band "B" and "C" usage at 2.2 cents for all minutes. Additionally, IntraLATA discounts SHALL BE added to the Agreement to be billed at the following rates: IntraState IntraLATA Toll usage at 3.5 cents for all minutes and Toll-Free 800/888 usage at 3.5 cents for all minutes.

DELIVERABLES: The Board shall receive discounts for all local services (e.g., Centrex and Non-Centrex) as well as IntraState IntraLATA and Toll-Free 800/888 services. Following is a summary of the current rates:

CURRENT USAGE RATES

	<u>FIRST MINUTE</u>	<u>SUBSEQUENT MINUTES</u>
BAND A	\$0.011	\$0.011
BAND B	\$0.022	\$0.022
BAND C	\$0.022	\$0.022

IntraLATA Toll/800 USAGE

	<u>FIRST MINUTE</u>	<u>SUBSEQUENT MINUTES</u>
IntraLATA	\$0.035	\$0.035
Toll/800	\$0.035	\$0.035

OUTCOME: The Board will receive the discounted local, IntraLATA and Toll/800 usage rates.

OPTIONS TO RENEW: This Agreement shall have two (2) three-year options to renew. After initial Term, should any rates be lower than currently offered, CPS will have the right to renegotiate to the lower rates.

FINANCIAL: No charge to the Board for these services.

**APPROVE ENTERING INTO A NEW AGREEMENT FOR LEASED WIDE AREA NETWORK
FIBER TRANSPORT SERVICES, AMENDING THE AGREEMENT
AND EXERCISING FIRST OPTION TO RENEW**

Approve entering into an agreement with SBC Global Services, Inc ("SBC Global" or "Vendor") for the provision of Leased Wide Area Network ("WAN") Fiber transport services, including DS-1, DS-3, synchronous optical network ("SONET"), and dedicated OC-48 rings, Gigaman fiber connectivity, and network reconfiguration ("ANRS") and other network services at the applicable negotiated and tariff discounted rates for a three (3) year term for the Office of Technology Services ("OTS") at a total cost not to exceed \$18,761,127.65. A written agreement is currently being negotiated. No payment shall be made to Vendor prior to the execution of the document. The authority granted herein shall automatically rescind in the event a document is not executed within ninety (90) days of the date of this Board Report. Information pertinent to this agreement is stated below.

Approve amending the original agreement as set forth below and exercising the first option to renew the agreement for a three-year term to cover FY09, FY10 and FY11. The cost for the option period shall not exceed \$38,494,722.75.

This amendment to Appendix B is necessary to i) adjust the E-Rate percentage discount from 87% to 86% due to recent SLD rulings, ii) add leased fiber-based Layer 2 Switched Ethernet services to the existing WAN Transport Services effective as of July 1, 2007 iii) add language allowing charter schools, CPS consortium members and City of Chicago sister agencies to purchase services under the agreement and iv) to increase the funding amount for the initial term by \$27,627.60 to cover any billings to the Board as the Billed Entity for the CPS consortium. Payment for purchases so made shall be the responsibility of the charter schools, CPS consortium members, and City of Chicago sister agencies. Charter schools and City sister agencies shall pay vendor directly and consortium members shall reimburse the Board for such purchases. A written amendment to the agreement and a renewal document are required. The authority granted herein shall automatically rescind in the event the written amendment and renewal document are not executed within 90 days of this amended Board Report.

SPECIFICATION NO: 04-250177 and E-Rate Posting No: 524160000593163

INITIAL TERM: The term of this agreement shall be for a period of three (3) years commencing July 1, 2005 and ending June 30, 2008. This term is necessary to coincide with, and allow for the Board's participation in Year 8, Year 9 and Year 10 of the E-Rate program.

RENEWAL TERM: The term of the agreement is being extended for a period of three (3) years commencing July 1, 2008 and ending June 30, 2011. This term is necessary to coincide with, and allow for the Board's participation in Year 11, Year 12 and Year 13 of the E-Rate program. There is one three-year option to renew remaining after the expiration of this first renewal term.

SCOPE OF SERVICES: SBC Global shall provide leased WAN transport services to the Chicago Public Schools. The WAN services provide DS-1 (T1), DS-3, synchronous optical network "SONET", OC-48, high speed Ethernet fiber connectivity, fiber-based Layer 2 Switched Ethernet connectivity and support administrative applications, e-mail and internet access on a district-wide basis. The WAN services will be provided to a minimum of 650 locations and will include a network reconfiguration service, which provides for limited growth before additional costs are incurred.

DELIVERABLES: SBC Global will provide WAN data services for fiscal years 2006, 2007, 2008, 2009, 2010 and 2011.

OUTCOMES: Vendor's services shall result in the Board having leased WAN data services for fiscal years 2006, 2007, 2008, 2009, 2010 and 2011.

OPTIONS TO RENEW: This Agreement shall have two (2) three-year options to renew.

COMPENSATION: SBC Global shall be paid, during the initial term, as follows: upon invoicing, not to exceed the sum of \$18,761,127.65 of which \$18,135,934.65 is eligible for, but not contingent upon, E-Rate discounts. The approximate amount to be billed to the SLD is \$15,596,903.80 and the approximate total cost to the Board is not to exceed \$3,164,223.85. SBC Global shall be paid, during the first renewal term, as follows: upon invoicing, not to exceed the sum of \$38,494,722.75 of which \$37,405,095.75 is eligible for, but not contingent upon, E-Rate discounts. The approximate amount to be billed to the SLD is \$32,168,382.35 and the approximate total cost to the Board is not to exceed \$6,326,340.41

FINANCIAL:

SEE APPENDIX F FOR REVISED FINANCIALS

**APPROVE ENTERING INTO AN AGREEMENT FOR CENTREX SWITCHING SERVICES,
AMENDING THE AGREEMENT AND EXERCISING FIRST OPTION TO RENEW**

Approve entering into an agreement with SBC Global Services, Inc ("SBC Global" or "Vendor") for the providing of local telecommunications services, more specifically known as Centrex Switching Services ("CSS"), for an initial three (3) year term for the Office of Technology Services ("OTS") at a cost not to exceed \$14,150,331.06. A written agreement is currently being negotiated. No payment shall be made to Vendor prior to the execution of the written document. The authority granted herein shall automatically rescind in the event a written document is not executed within ninety (90) days of the date of this Board Report. Information pertinent to this is stated below.

Approve amending the original agreement as set forth below and exercising the first option to renew the agreement for a three-year term to cover FY09, FY10 and FY11. The cost for the option period shall not exceed \$9,131,638.50.

This amendment to Appendix C is necessary to i) adjust the E-Rate percentage discount from 87% to 86% due to recent SLD rulings, ii) add language allowing charter schools, CPS consortium members and City of Chicago sister agencies to purchase services under the agreement and iii) to decrease the not to exceed amount for the initial term by \$1,883,627.94. Payment for purchases so made shall be the responsibility of the charter schools, CPS consortium members, and City of Chicago sister agencies. Charter schools and City sister agencies shall pay vendor directly and consortium members shall reimburse the Board for such purchases. A written amendment to the agreement and a renewal document are required. The authority granted herein shall automatically rescind in the event the written amendment and renewal document are not executed within 90 days of this amended Board Report.

SPECIFICATION NO: E-Rate Form 470 Posting: 785950000500456

INITIAL TERM: The term of this agreement shall be for a period of three (3) years commencing July 1, 2005 and ending June 30, 2008. This term is necessary to coincide with, and allow for the Board's participation in Year 8, Year 9 and Year 10 of the E-Rate program.

RENEWAL TERM: The term of the agreement is being extended for a period of three (3) years commencing July 1, 2008 and ending June 30, 2011. This term is necessary to coincide with, and allow for the Board's participation in Year 11, Year 12 and Year 13 of the E-Rate program. There is one three-year option to renew remaining after the expiration of this first renewal term.

SCOPE OF SERVICES: SBC Global shall provide local CSS to the Central Service Center, all CPS schools and other CPS facilities. The CSS is engineered to support a capacity of approximately 18,000 lines distributed throughout a minimum of the 650-location district. The CSS will support incoming, outgoing and intercom (5-digit dialed) calls, as well as voice-messaging (on selected lines only) on a district-wide basis. The projected annual cost of the CSS system includes: monthly recurring line charges for the approximate 18,000 lines; and monthly variable charges based on usage. Note: The total number of Centrex lines will decrease over the next few years beginning in 2007 as the Board moves to other platforms. The variable charges include: usage charges, installation charges, local calling area long distance charges, local 800 charges, FCC charges, miscellaneous access charges, E911 charges, E-Rate surcharge and applicable federal, state and local taxes.

DELIVERABLES: SBC Global will provide the Board with Centrex telephone services for fiscal years 2006, 2007, 2008, 2009, 2010 and 2011.

OUTCOMES: The Board will have continuous Centrex telephone services for fiscal years 2006, 2007, 2008, 2009, 2010 and 2011.

OPTIONS TO RENEW: This Agreement shall have two (2) three-year options to renew.

COMPENSATION: SBC Global shall be paid during this period as follows: upon invoicing, not to exceed a total three (3) year sum of \$14,150,331.06 of which a total of \$11,868,686.92 is eligible for, but not contingent upon, E-Rate discounts, for a total cost to the Board not to exceed a total of \$2,281,644.14. SBC Global shall be paid, during the first renewal term, as follows: upon invoicing, not to exceed the sum of \$9,131,638.50 of which \$8,454,838.50 is eligible for, but not contingent upon, E-Rate discounts. The approximate amount to be billed to the SLD is \$7,271,161.11 and the approximate total cost to the Board is not to exceed \$1,860,477.39.

FINANCIAL:

SEE APPENDIX F FOR REVISED FINANCIALS

**APPROVE THE PURCHASE OF TARIFF-BASED (NON-CENTREX)
TELECOMMUNICATIONS SERVICES**

Approve the purchase of various tariff-based local telecommunications services from SBC Global Services, Inc ("SBC Global " or "Vendor"), including Basic Rate Interface (BRI) access, Direct Inward Dial (DID), Plain Old Telephone Service (POTS) and all other basic non-Centrex, measured business services to the Office of Technology Services ("OTS") at a cost not to exceed \$2,235,846.91 for an initial three (3) year period. A written document for these tariff-based services is not required. Information pertinent to this matter is stated below.

This amendment is necessary to decrease the not to exceed amount for the initial purchase period by \$452,884.73; to authorize the purchase of various tariff-based local telecommunications services for the period July 1, 2008 through June 30, 2011 to cover FY09, FY10 and FY11 at a total cost not to exceed \$2,780,208.00, of which the Board has allocated funding in the amount of \$26,718.72 to cover any billings to the Board as the Billed Entity for the CPS consortium. Payment for purchases so made shall be the responsibility of the charter schools, CPS consortium members, and City of Chicago sister agencies. Charter schools and City sister agencies shall pay vendor directly and consortium members shall reimburse the Board for such purchases. A written document for these tariff-based services is not required. Information pertinent to this matter is stated below.

SPECIFICATION NO: E-Rate Form 470 Posting: 785950000500456

TERM: The term of this purchase is authorized for a period of three (3) years commencing July 1, 2005 and ending June 30, 2008. This term is necessary to coincide with, and allow for the Board's participation in Year 8, Year 9 and Year 10 of the E-Rate program. The term of the purchase period is being extended for a period of three (3) years commencing July 1, 2008 and ending June 30, 2011 to coincide with, and allow for the Board's participation in Year 11, Year 12 and Year 13 of the E-Rate program.

SCOPE OF SERVICES: SBC Global shall provide various local telecommunications services to the Chicago Public Schools in support of non-Centrex requirements. The services include high school library internet access (ISDN) services at 75 school locations, headquarters and Medill locations, dial-up/POTS (plain old telephone service) which supports K-8 internet access, all security systems, elevator telephones, Kronos, video teleconferencing and Legacy T1 network services.

DELIVERABLES: SBC Global will provide the Board with non-Centrex tariff-based and telephone services for fiscal years 2006, 2007, 2008, 2009, 2010 and 2011.

OUTCOMES: The Board will have continuous Non-Centrex tariff-based telephone services for fiscal years 2006, 2007, 2008, 2009, 2010 and 2011.

COMPENSATION: SBC Global shall be paid, during the initial term as follows: upon monthly invoicing, not to exceed a three-year total of \$2,235,846.91 for Non-Centrex services of which approximately a total of \$1,617,515.52 is eligible for, but not contingent upon, E-Rate discounts, for a total cost to the Board not to exceed a total of \$618,331.39. SBC Global shall be paid, during the extension term, as follows: upon invoicing, not to exceed the sum of \$2,780,208.00 of which \$2,709,936.00 is eligible for, but not contingent upon, E-Rate discounts. The approximate amount to be billed to the SLD is \$2,330,544.96 and the approximate total cost to the Board is not to exceed \$449,663.04.

FINANCIAL:

SEE APPENDIX F FOR REVISED FINANCIALS

APPROVE ENTERING INTO AN AGREEMENT FOR DS1 PRIMARY RATE INTERFACE (PRI) SERVICES, AMENDING THE AGREEMENT AND EXERCISING FIRST OPTION TO RENEW

Approve entering into an agreement with SBC Global Services, Inc ("SBC Global" or "Vendor") for the provision of channelized DS1 Primary Rate Interface (PRI) access for an initial three (3) year term for the Office of Technology Services ("OTS") at a cost not to exceed \$4,499,729.20. A written agreement is currently being negotiated. No payment shall be made to Vendor prior to the execution of the written document. The authority granted herein shall automatically rescind in the event a written document is not executed within ninety (90) days of the date of this Board Report.

Approve amending the original agreement as set forth below and exercising the first option to renew the agreement for a three-year term to cover FY09, FY10 and FY11. The cost for the option period shall not exceed \$7,140,375.00.

This amendment for Appendix E is necessary to i) adjust the E-Rate percentage discount from 87% to 86% due to recent SLD rulings, ii) add language allowing charter schools, CPS consortium members and City of Chicago sister agencies to purchase services under the agreement and iii) to increase the funding amount by \$27,627.60 to cover any billings to the Board as the Billed Entity for the CPS consortium. Payment for purchases so made shall be the responsibility of the charter schools, CPS consortium members, and City of Chicago sister agencies. Charter schools and City sister agencies shall pay vendor directly and consortium members shall reimburse the Board for such purchases. A written amendment to the agreement and a renewal document are required. The authority granted herein shall automatically rescind in the event the written amendment and renewal document are not executed within 90 days of this amended Board Report.

SPECIFICATION NO: E-Rate Form 470 Posting: 785950000500456

INITIAL TERM: The term of this agreement shall be for a period of three (3) years commencing July 1, 2005 and ending June 30, 2008. This term is necessary to coincide with, and allow for the Board's participation in Year 8, Year 9 and Year 10 of the E-Rate program.

RENEWAL TERM: The term of the agreement is being extended for a period of three (3) years commencing July 1, 2008 and ending June 30, 2011. This term is necessary to coincide with, and allow for the Board's participation in Year 11, Year 12 and Year 13 of the E-Rate program. There is one three-year option to renew remaining after the expiration of this first renewal.

SCOPE OF SERVICES: SBC Global shall provide channelized DS1 Primary Rate Interface access to the Chicago Public Schools. The services include PRI services at 650 school locations, various administrative locations and Medill.

DELIVERABLES: SBC Global will provide the Board with PRI services for fiscal years 2006, 2007, 2008, 2009, 2010 and 2011.

OUTCOMES: The Board will have continuous Non-Centrex tariff-based telephone services for fiscal years 2006, 2007, 2008, 2009, 2010 and 2011.

OPTIONS TO RENEW: This Agreement shall have two (2) three-year options to renew.

COMPENSATION: SBC Global shall be paid, during the initial term of the Agreement, as follows: upon monthly invoicing, not to exceed a three-year total of \$4,499,729.20 for Non-Centrex services of which approximately a total of \$3,766,557.82 is eligible for, but not contingent upon, E-Rate discounts, for a total cost to the Board not to exceed a total of \$733,171.38. SBC Global shall be paid, during the first renewal term, as follows: upon invoicing, not to exceed the sum of \$7,140,375.00 of which \$6,922,575.00 is eligible for, but not contingent upon, E-Rate discounts. The approximate amount to be billed to the SLD is \$5,953,414.50 and the approximate total cost to the Board is not to exceed \$1,186,960.50.

FINANCIAL:

SEE APPENDIX F FOR REVISED FINANCIALS

Appendix F

REVISED DETAILED FINANCIALS FOR SBC GLOBAL SERVICES

APPENDIX B - WAN TRANSPORT SERVICES	Initial Term				Renewal Term				GRAND TOTAL	
	FY06ER8		FY07ER9		FY08ER10		FY09ER11			Total
	CPS %age	SLD %age	CPS %age	SLD %age	CPS %age	SLD %age	CPS %age	SLD %age		
REGULAR WAN ACCESS SERVICES										
Annual Eligible-Traditional WAN Access	\$2,883,889.62	\$3,300,158.63	\$3,510,778.00	\$3,694,826.25	\$3,510,778.00	\$3,510,778.00	\$3,510,778.00	\$3,510,778.00	\$10,532,334.00	\$20,227,160.25
Annual Eligible-Leased Gb Fiber Access	\$0.00	\$3,154,202.40	\$3,955,656.00	\$7,109,859.40	\$3,955,656.00	\$3,955,656.00	\$3,955,656.00	\$3,955,656.00	\$11,866,968.00	\$18,976,826.40
Annual Eligible-Lease Fiber Layer 2 Access	\$0.00	\$0.00	\$1,256,850.00	\$1,256,850.00	\$1,256,850.00	\$1,256,850.00	\$1,256,850.00	\$1,256,850.00	\$4,927,531.25	\$14,782,593.75
TOTAL ANNUAL ELIGIBLE	\$2,883,889.62	\$6,454,361.03	\$8,723,284.00	\$18,061,534.65	\$8,723,284.00	\$8,723,284.00	\$8,723,284.00	\$8,723,284.00	\$27,181,896.75	\$55,243,430.40
CPS %age	13%	14%	14%	14%	14%	14%	14%	14%	14%	14%
SLD %age	87%	86%	86%	86%	86%	86%	86%	86%	86%	86%
	\$374,905.65	\$903,610.54	\$1,227,259.76	\$2,528,614.85	\$1,227,259.76	\$1,227,259.76	\$1,227,259.76	\$1,227,259.76	\$3,205,465.41	\$7,734,080.26
	\$2,508,983.97	\$5,550,750.49	\$7,502,024.24	\$15,532,919.80	\$7,502,024.24	\$7,502,024.24	\$7,502,024.24	\$7,502,024.24	\$31,976,430.35	\$47,509,350.14
Annual InEligible-Traditional WAN Access	\$0.00	\$90,000.00	\$90,000.00	\$180,000.00	\$90,000.00	\$90,000.00	\$90,000.00	\$90,000.00	\$270,000.00	\$450,000.00
Annual InEligible-Leased Gb Fiber Access	\$0.00	\$171,984.00	\$177,609.00	\$349,593.00	\$177,609.00	\$177,609.00	\$177,609.00	\$177,609.00	\$532,827.00	\$882,420.00
Annual InEligible-Lease Fiber Layer 2 Access	\$0.00	\$0.00	\$85,600.00	\$85,600.00	\$85,600.00	\$85,600.00	\$85,600.00	\$85,600.00	\$256,800.00	\$342,400.00
TOTAL ANNUAL INELIGIBLE	\$0.00	\$261,984.00	\$353,209.00	\$615,193.00	\$353,209.00	\$353,209.00	\$353,209.00	\$353,209.00	\$1,059,627.00	\$1,674,820.00
TOTAL SERVICES	\$2,883,889.62	\$6,716,345.03	\$9,076,493.00	\$18,676,727.65	\$9,076,493.00	\$9,076,493.00	\$9,076,493.00	\$9,076,493.00	\$28,241,522.75	\$56,918,250.40
CPS PAYS 12540-230-54405-254501-000000	\$374,905.65	\$1,165,594.54	\$1,574,468.76	\$3,143,807.85	\$1,574,468.76	\$1,574,468.76	\$1,574,468.76	\$1,574,468.76	\$4,719,819.14	\$7,408,900.26
SLD PAYS	\$2,508,983.97	\$5,550,750.49	\$7,502,024.24	\$15,532,919.80	\$7,502,024.24	\$7,502,024.24	\$7,502,024.24	\$7,502,024.24	\$31,976,430.35	\$47,509,350.14
CONSORTIUM WAN ACCESS SERVICES										
Annual Eligible-Traditional WAN Access	\$0.00	\$0.00	\$74,400.00	\$74,400.00	\$74,400.00	\$74,400.00	\$74,400.00	\$74,400.00	\$223,200.00	\$297,600.00
Annual Eligible-Leased Gb Fiber Access	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Annual Eligible-Lease Fiber Layer 2 Access	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL ANNUAL ELIGIBLE	\$0.00	\$0.00	\$74,400.00	\$74,400.00	\$74,400.00	\$74,400.00	\$74,400.00	\$74,400.00	\$223,200.00	\$297,600.00
CPS %age	13%	14%	14%	14%	14%	14%	14%	14%	14%	14%
SLD %age	87%	86%	86%	86%	86%	86%	86%	86%	86%	86%
	\$0.00	\$0.00	\$10,416.00	\$10,416.00	\$10,416.00	\$10,416.00	\$10,416.00	\$10,416.00	\$31,248.00	\$41,664.00
	\$0.00	\$0.00	\$63,984.00	\$63,984.00	\$63,984.00	\$63,984.00	\$63,984.00	\$63,984.00	\$191,952.00	\$255,936.00
Annual InEligible-Traditional WAN Access	\$0.00	\$0.00	\$10,000.00	\$10,000.00	\$10,000.00	\$10,000.00	\$10,000.00	\$10,000.00	\$30,000.00	\$40,000.00
Annual InEligible-Leased Gb Fiber Access	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Annual InEligible-Lease Fiber Layer 2 Access	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL ANNUAL INELIGIBLE	\$0.00	\$0.00	\$10,000.00	\$10,000.00	\$10,000.00	\$10,000.00	\$10,000.00	\$10,000.00	\$30,000.00	\$40,000.00
TOTAL SERVICES	\$0.00	\$0.00	\$84,400.00	\$84,400.00	\$84,400.00	\$84,400.00	\$84,400.00	\$84,400.00	\$253,200.00	\$337,600.00
CPS PAYS 12540-230-54405-254501-000000	\$0.00	\$0.00	\$20,416.00	\$20,416.00	\$20,416.00	\$20,416.00	\$20,416.00	\$20,416.00	\$61,248.00	\$81,664.00
SLD PAYS	\$0.00	\$0.00	\$63,984.00	\$63,984.00	\$63,984.00	\$63,984.00	\$63,984.00	\$63,984.00	\$191,952.00	\$255,936.00
TOTAL WAN ACCESS SERVICES	\$0.00	\$0.00	\$84,400.00	\$84,400.00	\$84,400.00	\$84,400.00	\$84,400.00	\$84,400.00	\$253,200.00	\$337,600.00
CPS PAYS 12540-230-54405-254501-000000	\$374,905.65	\$1,165,594.54	\$1,594,884.76	\$3,164,223.85	\$1,594,884.76	\$1,594,884.76	\$1,594,884.76	\$1,594,884.76	\$4,719,819.14	\$7,408,900.26
SLD PAYS	\$2,508,983.97	\$5,550,750.49	\$7,502,024.24	\$15,532,919.80	\$7,502,024.24	\$7,502,024.24	\$7,502,024.24	\$7,502,024.24	\$31,976,430.35	\$47,509,350.14
	\$2,883,889.62	\$6,716,345.03	\$9,160,893.00	\$18,761,127.65	\$9,160,893.00	\$9,160,893.00	\$9,160,893.00	\$9,160,893.00	\$28,494,722.75	\$57,255,850.40

APPENDIX C - CENTREX SERVICES	Initial Term				Renewal Term				GRAND TOTAL
	CENTREX SERVICES				CENTREX SERVICES				
	FY06/ER8	FY07/ER9	FY08/ER10	Total	FY09/ER11	FY10/ER12	FY11/ER13	Total	
Annual Eligible	\$4,883,395.42	\$4,883,395.42	\$3,604,983.90	\$13,371,774.74	\$2,389,255.50	\$2,389,255.50	\$2,389,255.50	\$7,167,766.50	\$20,539,541.24
CPS %age	13%	14%	14%	14%	14%	14%	14%	14%	\$2,875,536.77
Annual InEligible (CPS pays 100%)	\$634,841.40	\$683,675.36	\$3,100,286.15	\$11,499,726.28	\$334,495.77	\$334,495.77	\$334,495.77	\$1,003,487.31	\$2,875,536.77
SLD %age	87%	86%	86%	86%	86%	86%	86%	86%	\$17,664,005.47
	\$57,166.16	\$57,166.16	\$31,200.00	\$205,532.32	\$81,600.00	\$81,600.00	\$81,600.00	\$244,800.00	\$450,332.32
	\$4,940,561.58	\$4,940,561.58	\$3,636,183.90	\$13,577,307.06	\$2,470,855.50	\$2,470,855.50	\$2,470,855.50	\$7,412,866.50	\$20,989,873.56
CPS PAYS 12540-230-54405-254501-000000	\$682,007.56	\$740,841.52	\$595,887.75	\$2,077,580.78	\$416,095.77	\$416,095.77	\$416,095.77	\$1,248,287.31	\$3,325,868.07
SLD PAYS	\$4,248,554.02	\$4,199,720.06	\$3,100,286.15	\$11,499,726.28	\$2,054,759.73	\$2,054,759.73	\$2,054,759.73	\$6,164,279.19	\$17,664,005.47
	\$4,940,561.58	\$4,940,561.58	\$3,636,183.90	\$13,577,307.06	\$2,470,855.50	\$2,470,855.50	\$2,470,855.50	\$7,412,866.50	\$20,989,873.56
CONSORTIUM CENTREX SERVICES	\$0.00	\$0.00	\$429,024.00	\$429,024.00	\$429,024.00	\$429,024.00	\$429,024.00	\$1,287,072.00	\$1,716,096.00
Annual Eligible	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$240,253.44
CPS %age	13%	14%	14%	14%	14%	14%	14%	14%	\$240,253.44
Annual InEligible (CPS pays 100%)	\$0.00	\$0.00	\$368,960.64	\$368,960.64	\$368,960.64	\$368,960.64	\$368,960.64	\$1,106,881.92	\$1,475,842.56
SLD %age	87%	86%	86%	86%	86%	86%	86%	86%	\$576,000.00
	\$0.00	\$0.00	\$144,000.00	\$144,000.00	\$144,000.00	\$144,000.00	\$144,000.00	\$432,000.00	\$576,000.00
	\$0.00	\$0.00	\$573,024.00	\$573,024.00	\$573,024.00	\$573,024.00	\$573,024.00	\$1,719,072.00	\$2,292,096.00
CPS PAYS 12540-230-54405-254501-000000	\$0.00	\$0.00	\$204,063.36	\$204,063.36	\$204,063.36	\$204,063.36	\$204,063.36	\$612,190.08	\$816,253.44
SLD PAYS	\$0.00	\$0.00	\$368,960.64	\$368,960.64	\$368,960.64	\$368,960.64	\$368,960.64	\$1,106,881.92	\$1,475,842.56
	\$0.00	\$0.00	\$573,024.00	\$573,024.00	\$573,024.00	\$573,024.00	\$573,024.00	\$1,719,072.00	\$2,292,096.00
TOTAL CENTREX SERVICES	\$682,007.56	\$740,841.52	\$799,961.11	\$2,281,644.14	\$620,159.13	\$620,159.13	\$620,159.13	\$1,860,477.39	\$4,142,121.53
CPS PAYS 12540-230-54405-254501-000000	\$4,248,554.02	\$4,199,720.06	\$3,469,246.72	\$11,868,686.92	\$2,423,720.37	\$2,423,720.37	\$2,423,720.37	\$7,271,161.11	\$19,139,848.03
SLD PAYS	\$4,940,561.58	\$4,940,561.58	\$4,269,207.90	\$14,150,331.06	\$3,043,879.50	\$3,043,879.50	\$3,043,879.50	\$9,131,636.50	\$23,281,969.59

APPENDIX D - NON CENTREX SERVICES	Initial Term				Renewal Term				GRAND TOTAL
	NON-CENTREX SERVICES				NON-CENTREX SERVICES				
	FY06/ER8	FY07/ER9	FY08/ER10	Total	FY09/ER11	FY10/ER12	FY11/ER13	Total	
Annual Eligible	\$377,220.00	\$600,300.00	\$855,600.00	\$1,833,120.00	\$855,600.00	\$855,600.00	\$855,600.00	\$2,566,800.00	\$4,399,920.00
CPS %age	13%	14%	14%	14%	14%	14%	14%	14%	\$615,988.80
Annual InEligible (CPS pays 100%)	\$49,038.60	\$84,042.00	\$119,784.00	\$256,636.80	\$119,784.00	\$119,784.00	\$119,784.00	\$359,352.00	\$615,988.80
SLD %age	87%	86%	86%	86%	86%	86%	86%	86%	\$3,783,931.20
	\$328,181.40	\$516,258.00	\$735,816.00	\$1,576,483.20	\$735,816.00	\$735,816.00	\$735,816.00	\$2,207,448.00	\$3,783,931.20
	\$636,906.91	\$672,204.00	\$879,024.00	\$2,188,134.91	\$879,024.00	\$879,024.00	\$879,024.00	\$2,637,072.00	\$4,825,206.91
CPS PAYS 12540-230-54405-254501-000000	\$308,725.51	\$155,946.00	\$143,208.00	\$611,651.71	\$143,208.00	\$143,208.00	\$143,208.00	\$429,624.00	\$1,041,275.71
SLD PAYS	\$328,181.40	\$516,258.00	\$735,816.00	\$1,576,483.20	\$735,816.00	\$735,816.00	\$735,816.00	\$2,207,448.00	\$3,783,931.20
	\$636,906.91	\$672,204.00	\$879,024.00	\$2,188,134.91	\$879,024.00	\$879,024.00	\$879,024.00	\$2,637,072.00	\$4,825,206.91
CONSORTIUM Non-CENTREX SERVICES	\$0.00	\$0.00	\$47,712.00	\$47,712.00	\$47,712.00	\$47,712.00	\$47,712.00	\$143,136.00	\$190,848.00
Annual Eligible	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$26,718.72
CPS %age	13%	14%	14%	14%	14%	14%	14%	14%	\$164,129.28
Annual InEligible (CPS pays 100%)	\$0.00	\$0.00	\$6,679.68	\$6,679.68	\$6,679.68	\$6,679.68	\$6,679.68	\$20,039.04	\$26,718.72
SLD %age	87%	86%	86%	86%	86%	86%	86%	86%	\$190,848.00
	\$0.00	\$0.00	\$41,032.32	\$41,032.32	\$41,032.32	\$41,032.32	\$41,032.32	\$123,096.96	\$164,129.28
	\$0.00	\$0.00	\$47,712.00	\$47,712.00	\$47,712.00	\$47,712.00	\$47,712.00	\$143,136.00	\$190,848.00
CPS PAYS 12540-230-54405-254501-000000	\$0.00	\$0.00	\$6,679.68	\$6,679.68	\$6,679.68	\$6,679.68	\$6,679.68	\$20,039.04	\$26,718.72
SLD PAYS	\$0.00	\$0.00	\$41,032.32	\$41,032.32	\$41,032.32	\$41,032.32	\$41,032.32	\$123,096.96	\$164,129.28
	\$0.00	\$0.00	\$47,712.00	\$47,712.00	\$47,712.00	\$47,712.00	\$47,712.00	\$143,136.00	\$190,848.00
TOTAL NON-CENTREX SERVICES	\$308,725.51	\$155,946.00	\$149,887.68	\$618,331.39	\$149,887.68	\$149,887.68	\$149,887.68	\$449,663.04	\$1,067,994.43
CPS PAYS 12540-230-54405-254501-000000	\$328,181.40	\$516,258.00	\$776,848.32	\$1,617,515.52	\$776,848.32	\$776,848.32	\$776,848.32	\$2,394,600.48	\$3,949,660.48
SLD PAYS	\$636,906.91	\$672,204.00	\$926,736.00	\$2,235,846.91	\$926,736.00	\$926,736.00	\$926,736.00	\$2,780,208.00	\$5,016,054.91

APPENDIX E - PRI SERVICES	Initial Term				Renewal Term				GRAND TOTAL
	FY06/ER8	FY07/ER8	FY08/ER10	Total	FY09/ER11	FY10/ER12	FY11/ER13	Total	
PRI SERVICES									
Annual Eligible	\$649,677.52	\$1,391,561.88	\$2,289,144.00	\$4,330,383.40	\$2,258,190.00	\$2,258,190.00	\$2,258,190.00	\$6,774,570.00	\$11,104,963.40
CPS %age	13%	14%	14%	14%	14%	14%	14%	14%	14%
SLD %age	87%	86%	86%	86%	86%	86%	86%	86%	86%
Annual InEligible (CPS pays 100%)	\$94,458.08	\$194,818.66	\$320,480.16	\$606,253.68	\$316,146.60	\$316,146.60	\$316,146.60	\$948,439.80	\$1,554,683.48
	\$565,219.44	\$1,196,743.22	\$1,968,663.84	\$3,724,129.72	\$1,942,043.40	\$1,942,043.40	\$1,942,043.40	\$5,826,130.20	\$9,550,259.92
	\$32,122.80	\$43,038.00	\$44,850.00	\$120,010.80	\$72,600.00	\$72,600.00	\$72,600.00	\$217,800.00	\$337,810.80
	\$681,800.32	\$1,434,599.88	\$2,333,994.00	\$4,450,394.20	\$2,330,790.00	\$2,330,790.00	\$2,330,790.00	\$6,992,370.00	\$11,442,764.20
CPS PAYS 12540-230-54405-254501-000000	\$116,580.88	\$237,856.66	\$365,330.16	\$726,264.48	\$388,746.60	\$388,746.60	\$388,746.60	\$1,166,239.80	\$1,892,504.28
SLD PAYS	\$565,219.44	\$1,196,743.22	\$1,968,663.84	\$3,724,129.72	\$1,942,043.40	\$1,942,043.40	\$1,942,043.40	\$5,826,130.20	\$9,550,259.92
	\$681,800.32	\$1,434,599.88	\$2,333,994.00	\$4,450,394.20	\$2,330,790.00	\$2,330,790.00	\$2,330,790.00	\$6,992,370.00	\$11,442,764.20
CONSORTIUM PRI SERVICES									
Annual Eligible	\$0.00	\$0.00	\$49,335.00	\$49,335.00	\$49,335.00	\$49,335.00	\$49,335.00	\$148,005.00	\$197,340.00
CPS %age	13%	14%	14%	14%	14%	14%	14%	14%	14%
SLD %age	87%	86%	86%	86%	86%	86%	86%	86%	86%
Annual InEligible (CPS pays 100%)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	\$0.00	\$0.00	\$49,335.00	\$49,335.00	\$49,335.00	\$49,335.00	\$49,335.00	\$148,005.00	\$197,340.00
CPS PAYS 12540-230-54405-254501-000000	\$0.00	\$0.00	\$6,906.90	\$6,906.90	\$6,906.90	\$6,906.90	\$6,906.90	\$20,720.70	\$27,627.60
SLD PAYS	\$0.00	\$0.00	\$42,428.10	\$42,428.10	\$42,428.10	\$42,428.10	\$42,428.10	\$127,284.30	\$169,712.40
	\$0.00	\$0.00	\$49,335.00	\$49,335.00	\$49,335.00	\$49,335.00	\$49,335.00	\$148,005.00	\$197,340.00
TOTAL PRI SERVICES									
CPS PAYS 12540-230-54405-254501-000000	\$116,580.88	\$237,856.66	\$372,237.06	\$733,171.38	\$395,653.50	\$395,653.50	\$395,653.50	\$1,186,960.50	\$1,920,131.88
SLD PAYS	\$565,219.44	\$1,196,743.22	\$2,011,091.94	\$3,766,557.82	\$1,984,471.50	\$1,984,471.50	\$1,984,471.50	\$5,953,414.50	\$9,719,972.32
	\$681,800.32	\$1,434,599.88	\$2,383,329.00	\$4,499,729.20	\$2,380,125.00	\$2,380,125.00	\$2,380,125.00	\$7,140,375.00	\$11,640,104.20