

APPROVE EXERCISING THE FIRST OPTION TO RENEW THE SOFTWARE AND LICENSE SERVICE AGREEMENT WITH THE LIBRARY CORPORATION

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the first option to renew the agreement with The Library Corporation (TLC) to provide a software license and services to Department of Library and Informational Systems at a cost for the option period not to exceed \$1,000,000.00. A written document exercising this option is currently being negotiated. No payment shall be made to Vendor during the option period 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 90 days of the date of this Board Report. Information pertinent to this option is stated below.

Specification Number : 08-250011
Contract Administrator : Pamela Seanior / 773-553-2254

VENDOR:

- 1) Vendor # 13137
LIBRARY CORPORATION
RESEARCH PARK
INWOOD, WV 25428
Tim Heischman
866-467-1844

USER:

Citywide - Dept of Libraries and Information Systems
1326 West 14th Place
Chicago, IL 60603

Contact : Jeremy Dunn
Phone: 773-553-6215

ORIGINAL AGREEMENT:

The original Agreement (authorized by Board Report 08-0723-PR1) in the amount of \$2,000,000.00 is for a term commencing upon execution of agreement (November 26, 2008) and ending 24 months thereafter with the Board having 2 options to renew for 2 year terms. The original agreement was awarded on a competitive basis pursuant to Board Rule 5-4.1.

OPTION PERIOD:

The term of this agreement is being extended for a 2 year period commencing on November 26, 2010 and ending November 25, 2012.

OPTION PERIODS REMAINING:

There is one (1) option period for two (2) of years remaining.

SCOPE OF SERVICES:

The Vendor will continue to provide the TLC Library Solution for schools, an integrated, centralized library automation system, including all selected enhancement products and related services. The library automation software will continue to provide a searchable catalog of library collections. It also will continue to automate tasks such as the circulation of library materials among patrons and the generation of library statistics and reports. The integrated library automation system will include Web-based Online Public Access Catalog, Cataloging and Authority Control, Circulation, Serials Controls, and Reporting capabilities. In addition to this core functionality, the system will continue to support integrated searching

of print and electronic resources and the inclusion of vendor and third-party supplied content such as images of book covers, book reviews and author information. Should the Board desire to expand the functionality of the system in the future, the system is capable of supporting Inter-Library Loan, Textbook Management, Classroom Library Management, and Materials Booking. The vendor will continue to provide implementation, project management, and training services.

DELIVERABLES:

Vendor will continue to provide TLC Library Solutions for School Software Licenses, implementation and project management services, installation and configuration of servers, end-user training, data conversion and enhancement services, help desk design and deployment, and software technical support, upgrades and maintenance.

OUTCOMES:

The integrated library system will result in:

Effective teaching/Curriculum Intergration: Teachers and librarians can use an integrated library system for a multitude of purposes, from posting reading lists, bibliographies and pathfinders online to creating easy title searches by reading program. Furthermore, library professionals are freed from the time consuming task of manually performing the circulation and cataloging functions of running a library. This change enables them to spend more time working with students and collaborating with teachers.

Collection Development: Schools and the Board can use the system to identify collection gaps, determine collection age, and understand resource usage trends, thereby driving better purchase decisions. In addition, librarians can electronically share collection information with other librarians considering similar purchases.

Library Automation: An integrated library system will provide benefits on two levels. First, all schools will have a state-of-the-art, fully maintained system. Second, a centralized system will relieve librarians and tech coordinators of the time-consuming administrative tasks associated with independent systems, such as the purchasing of systems and servers, installing upgrades and backing-up data. Again, this is valuable time that can now be spent with students.

Use of online resources: CPS libraries currently invest \$300,000 of grant funds annually in online subscription databases (e.g., Thomas Gale, Encyclopedia Britannica). An integrated library system will increase the use of these databases, as they can be included in a variety of searches, thereby dramatically expanding the quantity and quality of resources that students use.

Coordination of Library Technology with other technology in the school: The centralized system will interface with other district-wide and school databases, such as the new student information system. Furthermore, students and educators will be able to access the library from all school classrooms with an internet connection, transforming a basic computer into a virtual extension of the library.

Grant applications and implementation: Most library grant applications require detailed information about library collections and trends. Furthermore, the ability to be accountable for specific goals is a major driver of success in attaining grants. Without library automation, even basic questions such as "number of books in collection" or "percent increase in circulation" are nearly impossible to answer without a manual count. A centralized system will allow both schools and district to instantly address these questions with pre-developed reports.

Coordination of school and public library resources and services: A centralized system is a prerequisite for coordination among schools and with the public library system, as it enables searching of all schools' and, potentially, the Chicago Public Library's records. In addition, the system can be used to loan resources across the district.

COMPENSATION:

Vendor shall be paid during this first option period for implementation services upon invoicing and completion and acceptance of deliverables/milestones and shall be paid a license fee in accordance with

the prices and the deliverables stated in the renewal agreement. The total compensation payable to the Vendor during this option period shall not exceed the sum of \$1,000,000.00.

AUTHORIZATION:

Authorize the General Counsel to include other relevant terms and conditions in the written option document. Authorize the President and Secretary to execute the option document. Authorize Deputy of Teaching and Learning to execute all ancillary documents required to administer or effectuate this option agreement.

AFFIRMATIVE ACTION:

The M/WBE participation goals for this contract include: 25% total MBE and 5% total WBE participation. However, the Waiver Review Committee recommends that a partial waiver of the goals required by the Remedial Program for Minority and Women Owned Business Enterprise Participation in Goods and Services contracts be granted due to the unique nature of this agreement. (Software License)

The Vendor has identified and scheduled the following firms and percentages:

Total WBE - 4%

B2B Strategic Solutions
150 North Michigan Avenue, Suite 2800
Chicago, Illinois 60601
Contact Person: Donna Bryant

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Charge To: Department of Libraries and Informational Systems

10865-115-53306-221220-000000-

10865-115-54125-221220-000000-

Fiscal Years: 2011 /2012

Source of Funds: Local

CFDA# : Not Applicable

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.

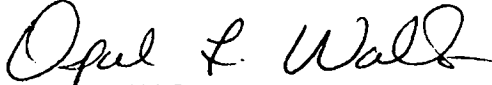
Conflicts - The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board members during the one year period following expiration or other termination of their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

Indebtedness - The Board's Indebtedness Policy adopted 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:


OPAL L. WALLS
Chief Purchasing Officer

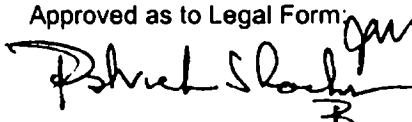
Approved:


RON HUBERMAN
Chief Executive Officer

Within Appropriation:


DIANA S. FERGUSON
Chief Financial Officer

Approved as to Legal Form:


PATRICK J. ROCKS
General Counsel