

APPROVE ENTERING INTO AGREEMENTS WITH DELL MARKETING, L.P., DELL FINANCIAL, SENTINEL TECHNOLOGIES (CISCO), INC. AND VION CORPORATION (HITACHI) FOR THE PURCHASE AND/OR LEASE OF NETWORK SERVERS.

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve entering into agreements with Dell Marketing L.P., Dell Financial, Sentinel Technologies, Inc. and Vion Corporation for the purchase and/or lease of network servers for use by all schools, areas, and central office departments at an aggregate cost not to exceed \$3,000,000.00 of which approximately \$300,000.00 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"). Vendors were selected on a competitive basis pursuant to Board Rule 7-2. These contracts are subject to the Board's Strategic Sourcing Policy. Written agreements for these Vendors are currently being negotiated. No goods may be ordered or received and no payment shall be made to any Vendor prior to the execution of their agreement. The authority granted herein shall automatically rescind as to each Vendor in the event a written agreement is not executed by such Vendor within 90 days of the date of this Board Report. Information pertinent to these agreements is stated below.

Specification Number : 10-250057
Contract Administrator : Patricia Hernandez / 773-553-2256

USER:

Information & Technology Services
125 South Clark Street - 3rd Floor
Chicago, IL 60603

Contact : Arshele Stevens
Phone: 773-553-1300
Project Manager: Sandip Vashi
Phone: 773-553-1300

TERM:

The term of each agreement shall commence upon execution and shall end April 29, 2014. Each agreement shall have two options to renew for periods of one year each.

EARLY TERMINATION RIGHT:

The Board shall have the right to terminate this agreement with 30 days written notice.

DESCRIPTION OF PURCHASE:

Vendors will provide Dell, Cisco, and Hitachi servers and associated installation, configuration, extended warranty and maintenance service. Schools, areas, and central office departments shall purchase equipment at their option via requisition to CPS Procurement and Contracts, abiding by current Procurement processes. School purchases shall be consistent with school improvement plans (S.I.P.). Purchases that exceed \$25,000.00 must be approved by the Chief Area Officer. In the Central Office, purchases over \$25,000.00 must be approved by the Chief of the appropriate department and the Chief Information Officer.

DELIVERABLES:

The Vendors will provide the following deliverables meeting the Board's specified requirements under the agreements: reporting (all reports accessible online, in a downloaded form and hard copy; equipment management asset and order tracking; service level agreements (SLA) and implementation of agreed upon SLAs; installation and configuration of equipment; incident management and onsite maintenance services for all designated equipment.

OUTCOMES:

This agreement will result in the ability to purchase and/or lease network servers and associated accessories for existing and new applications.

COMPENSATION:

Vendor shall be paid in accordance with the unit prices contained in the agreement; not to exceed the sum of \$3,000,000.00 in the aggregate for all Vendors.

AUTHORIZATION:

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

AFFIRMATIVE ACTION:

The M/WBE goals for this agreement include 10% total MBE and 5% total WBE participation. However, pursuant to the Remedial Program for Minority and Women Owned Business Enterprise Participation in Goods and Services Contracts, the aggregate compliance method for M/WBE compliance will be utilized. Thus, orders for subsequent vendors from the pool created by this agreement will be subjected to aggregated compliance reviews and monitored on a quarterly basis.

MBE

Smart Technology
158 North Jefferson, Suite 200
Chicago, Illinois 60661

A. Alva Rosales Associates, Ltd.
431 West Pershing Rd. 2nd Floor
Chicago, Illinois 60609

WBE

Solai & Cameron, Inc.
2335 North Southport Ave.
Chicago, Illinois 60614

Advotek, Inc.
2148 West Ogden Avenue
Downers Grove, Illinois 60515

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Charge to various schools and departments
Total amount not to exceed \$3,000,000.00
For Fiscal Years 2011-2014
Budget Classification: 5730-Equipment, 5320-Supplies, 5470-Services/Repair Contracts

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.

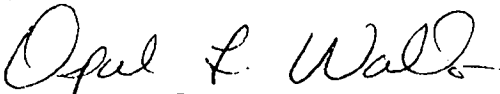
Conflicts - The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board members during the one year period following expiration or other termination of their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

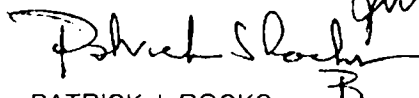
Approved:


TERRY MAZANY
Chief Executive Officer

Within Appropriation:


DIANA S. FERGUSON
Chief Financial Officer

Approved as to Legal Form:


PATRICK J. ROCKS
General Counsel

- 1) Vendor # 44646

DELL MARKETING L.P.

1 DELL WAY, MAIL STOP 8707

ROUND ROCK, TX 78682

Angela Woods

800-766-3355

- 2) Vendor # 21472

SENTINEL TECHNOLOGIES,INC.

2550 WARRENVILLE ROAD

DOWNERS GROVE, IL 60515

Brian Osborne

630-769-4325

- 3) Vendor # 52926

VION CORPORATION

1055 THOMAS JEFFERSON ST., N.W. STE 406

WASHINGTON, DC 20007

Robert Bryar

202-467-5500

- 4) Vendor # 14600

DELL FINANCIAL SERVICES - LEASING

12234 N .IH35 BLDG. B

AUSTIN, TX 78753

Brad Webster

800-455-3355