

AUTHORIZE NEW AGREEMENTS WITH VARIOUS VENDORS FOR VIRTUAL LEARNING ONLINE COURSES

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Authorize new agreements with various Vendors to provide Virtual Learning Online Courses to all schools at an estimated annual cost set forth in the Compensation Section of this report. Vendors were selected on a competitive basis pursuant to Board Rule 7-2. Written agreements for Vendors' services are currently being negotiated. No services shall be provided by and no payment shall be made to any Vendor prior to execution of their written agreement. The authority granted herein shall automatically rescind as to each Vendor in the event their written agreement is not executed within 90 days of the date of this Board Report. Information pertinent to these agreements is stated below.

Specification Number : 15-350044

Contract Administrator : Ward, Ms. Justyna / 773-553-2280

VENDOR:

- 1) Vendor # 10126
EDMENTUM, INC DBA EDMENTUM
HOLDINGS, INC
5600 W. 83RD STREET., STE 300 8200
TOWER
BLOOMINGTON, MN 55437
Michael Ensign
800 447-5286

Ownership: Edmentum Holdings, Inc 100%

- 2) Vendor # 16326
Edgenuity, Inc.
8860 EAST CHAPARRAL ROAD, SUITE
100
SCOTTSDALE, AZ 85250
Greg Bishop
480 423-0118 x1122

Ownership: Weld North Education, Llc -
100%

- 3) Vendor # 98804
APEX LEARNING, INC
1215 FOURTH AVENUE, STE 1500
SEATTLE, WA 98161
Michelle Butler
206 381-5600

Ownership: Mk Capital 55.3%, Warburg
Pincus 21.5%, Employees 23.2%

USER INFORMATION :

Contact:

11551 - Instructional Supports
42 West Madison Street
Chicago, IL 60602
Kidan, Ms. Keisha A.
773-553-3816

Project
Manager:

10810 - Teaching and Learning Office
42 West Madison Street
Chicago, IL 60602
Gurley, Miss Annette Denise
773-553-1216

TERM:

The term of each agreement shall commence on January 1, 2016 and shall end December 31, 2017. The agreements shall have two (2) options to renew for periods of two (2) years each.

EARLY TERMINATION RIGHT:

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

SCOPE OF SERVICES:

Vendors will provide online courses as part of a key strategy to ensure that students can have anytime access to CPS high school graduation courses and requirements. Enrollment will be based upon school and student needs. CPS students will use online courses to fulfill core course requirements, elective course requirements, Advanced Placement courses, credit recovery courses and Advanced Placement Exam Review. Online courses will be offered to students in grades 7-12 for any or all of the following reasons: to make up a course that they have failed; to complete a course requirement for a course that is not offered at their current or former school; to complete a course that conflicts with their schedule; to attain credit for graduation requirements; to have access to advanced level courses; and, to provide short-term educational content and skills instruction during periods of transition, illness or other temporary school enrollment scenarios. The CPS Virtual Learning Program currently works in conjunction with several CPS departments to offer the best use of online learning to provide a valuable option to meet student need.

DELIVERABLES:

1. Vendors shall offer high quality and engaging online coursework that is aligned with Illinois State Learning Standards (<http://www.isbe.net/ils/default.htm>) and Common Core State Standards (http://www.isbe.net/common_core/default.htm);
2. Vendors shall provide appropriate staff & communication in a timely manner;
3. Vendors will provide training, monitoring, data reporting and course implementation & support;
4. Vendors will provide performance and account management and measureable performance objectives as outlined in their scopes of service.

OUTCOMES:

Outcomes will be measured based on the Key Performance Indicators (KPIs) for the Virtual Learning Program which include, but are not limited to:

- Total number of students served;
- Percentage of students who complete courses;
- Percentage of students who recover or attain course credit with online courses;
- Number of students who meet graduation requirements and graduated upon completion of online courses with the Virtual Learning Program; and
- Number of students who are back on track to graduate upon completion of program/courses with the Virtual Learning Program.

COMPENSATION:

Vendors shall be paid as specified in their respective agreement. Estimated annual costs for the two (2) year term are set forth below:

- \$750,000, FY 16
- \$1,500,000, FY 17
- \$750,000, FY 18

REIMBURSABLE EXPENSES:

None.

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 of Teaching and Learning to execute all ancillary documents required to administer or effectuate the agreements.

AFFIRMATIVE ACTION:

The MBE/WBE goals for this agreement include: 15% total MBE and 5% total WBE participation. Each vendor has agreed to comply with the goals required by the Remedial Program for Minority and Women Owned Business Enterprise Participation in Goods and Services Contracts.

The following M/WBE participation has been scheduled:

Total MBE - 15%

Rico Enterprises, Inc.
7022 West 73rd Place
Chicago, Illinois 60638
Ownership: Guadalupe Rico

Total WBE - 5%

B2B Strategic Solutions, Inc.
150 North Michigan Avenue, Suite 2800
Chicago, Illinois 60601
Ownership: Donna Bryant

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

- Various Funds
- Various Units
- \$750,000, FY 16
- \$1,500,000, FY 17
- \$750,000, FY 18

Not to exceed \$3,000,000 for the two (2) year term.
Future year funding is contingent upon budget appropriation and approval.

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 May 25, 2011 (11-0525-PO2), as amended from time to time, shall be incorporated into and made a part of the agreement.

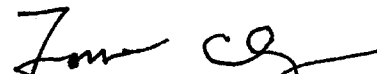
Contingent Liability - The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

Approved for Consideration:




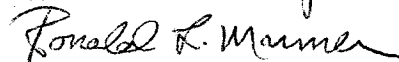
SÉBASTIEN de LONGEAUX
Chief Procurement Officer

Approved:



FORREST CLAYPOOL
Chief Executive Officer

Approved as to Legal Form: 



RONALD L. MARMER
General Counsel