

APPROVE ENTERING INTO AN EDUCATIONAL WEB SITE SUBSCRIPTION AGREEMENT WITH KIDBIZ, INC.**THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:**

Approve entering into an educational web-site subscription agreement with KidBiz, Inc to be used by Technology Innovation Challenge Grant at a cost not to exceed \$287,000. Vendor was selected on a non-competitive basis because this web-site offers a unique and innovative Internet based reading curriculum. No payment shall be made to vendor prior to the execution of the written agreement. The authority granted herein shall automatically rescind in the event a written agreement is not executed within 90 days of the date of this Board Report. Information pertinent to this agreement is stated below.

Specification No.: 02-250108

Vendor: KidBiz, Inc.
5420 US Highway 9
Howell, NJ 07731
732-367-5505
Contact Person: Saki Donelson
Vendor # 32249

USER/PARTICIPANTS: Technology Innovation Challenge Grant - Region 3 Office
231 N. Pine Ave, Chicago IL 60644
Lydia C. Nantwi
Marietta Beverly/REO Region 3
534-9668

TERM: The term of this agreement shall commence on August 1, 2002 and shall end June 30, 2004. This agreement shall have two options to renew for periods of two years each. During each option period, individual schools will have the option of renewing the web site subscription at a cost of \$4.55 per student, per year.

EARLY TERMINATION RIGHT: 90 days written notice by the Board

SUBSCRIPTION SERVICES: Each student will receive a unique login and password, and complete access to reading-level-appropriate materials. The web site features:

- *Daily news articles and activities*, customized by reading level and fully aligned with Chicago's Public Schools language arts standards. All student activities are tracked, so teachers can retrieve student results anytime, anywhere.
- *Secure student and teacher e-mail*, with daily e-mail messages from KidBiz, to ensure that students become comfortable with standard e-mail interfaces
- Interactive *stock market game* to give students a firsthand look at Wall Street
- Standards-aligned *technology lessons* that help teachers integrate technology with every aspect of their curriculum
- A customized Region III web site, featuring current information about the program. KidBiz will design a calendar and other sections – in collaboration with the Administrators of the Technology Innovation Grant program.

OUTCOMES: This subscription will give Chicago Public School students basic Internet navigation and e-mail skills, and online training in basic software programs and it will provide Region 3 with a customized web site to support their efforts, and will also offer their students and teachers the opportunity to explore the concepts of cultural diversity online.

SUBSCRIPTION FEE: Vendor shall be paid \$143,500 upon execution of this agreement and the remaining \$143,500 shall be paid June 30, 2004. Total compensation not to exceed \$287,000.00 (Based on \$3,500.00 subscription fee per school for 82 schools).

MAINTENANCE FEE: N/A Since this is a subscription, once the contract term has terminated, no software is available, and continued maintenance is therefore not applicable.

AUTHORIZATION: Authorize the General Counsel to include other relevant terms and conditions in the written license agreement. Authorize the President and Secretary to execute the license agreement.

AFFIRMATIVE ACTION: The M/WBE goals for this contract include: 35% total MBE, 22% total African American, 10% total Hispanic, 2% total Asian and 5% total WBE.

However, the Waiver Review Committee recommends that a full waiver of the participation goals for this contract as required by the Revised Remedial Plan for Minority and Women Business Enterprise Contract Participation (M/WBE Plan) be waived because the contract is not further divisible.

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

FINANCIAL: Charge to Technology Innovation Challenge Grant: \$287,000
Budget Classification: 0903-239-872-8923-5311

Fiscal Year: [2003-2004]
Source of Funds: US
Department of Education
Requisition Number: [#]

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:


Anita Rocha
Acting Chief Purchasing Officer

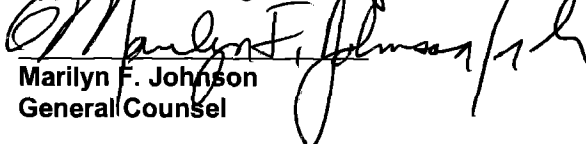
Approved:


Arne Duncan
Chief Executive Officer *by PAT*

Within Appropriation:


Kenneth C. Gotsch
Chief Fiscal Officer

Approved as to legal form:


Marilyn F. Johnson
General Counsel