

**APPROVE EXERCISING THE SECOND OPTION TO RENEW THE AGREEMENT  
WITH ADVOTEK, INC. FOR THE PURCHASE OF COMPUTERS AND WARRANTY SERVICES**

**THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:**

Approve exercising the second option to renew the agreement with Advotek, Inc. for the purchase of computers and warranty services for use by all regional, central office departments and schools, at a cost not to exceed \$8,000,000.00 for the second option period. Exercising this option at this time is required to qualify eligible equipment and services purchased under this contract for Year 6 of the E-Rate program (July 1, 2003 through June 30, 2004). A written document exercising this option is currently being negotiated. No payment shall be made to the 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 NO:** 00-250499

**VENDOR:**

Advotek Incorporated d/b/a Computerland of Downers Grove  
148 Ogden Avenue  
Downers Grove, Illinois 60515  
630/964-7762  
Contact Person: Diana Conley  
Vendor No.: 45666

**USER:** All schools, regional, and central office Departments.  
Contact Person: Craig Holloway, Contract Administrator—773.553.2280

**ORIGINAL AGREEMENT:** The original agreement (authorized by Board Report No. 00-1220-PR2) is for a term commencing January 12, 2001 and ending June 30, 2002, with the Board having three (3) options to renew the agreement for successive periods of twelve (12) months each. The original agreement was awarded pursuant to a duly advertised Request for Proposals. The agreement was renewed for a term commencing July 1, 2002 and ending June 30, 2003 authorized under Board Report 01-1219-PR45.

**OPTION PERIOD:** The term of this agreement is being extended for one (1) year commencing July 1, 2003 and ending June 30, 2004.

**OPTION PERIODS REMAINING:** There is one (1) option to renew for a one (1) year period remaining.

**SCOPE OF SERVICES:** Vendor will continue to provide IBM, Acer and Dell PC desktop and notebook computers, servers, and associated installation, configuration, extended warranty and maintenance service. Schools, regional, and central office Departments shall purchase equipment at their option via requisition to Procurement and Contracts who will mail a purchase order to the vendor. Purchases that exceed \$10,000 must be approved by the AIO. In the Central Offices, purchases over \$10,000.00 must be approved by the Chief. From July 1, 2003 through September 30, 2003, vendor will continue to provide IBM, Acer, and Dell PC desktop and notebook computers, servers, and associated installation, configuration, extended warranty and maintenance service. From July 1, 2003 through June 30, 2004, should new desktop manufacturers be chosen in the upcoming RFP for desktops, vendor will provide desktops, notebooks, servers, and the above-referenced services for the manufacturers chosen in the upcoming RFP.

**PRICES:** The prices for the purchase of the equipment during the option period shall be in accordance with the price lists indicated in the original agreement.

**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 the Chief Purchasing Officer to execute all ancillary documents required to administer or effectuate this option 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 partial waiver of the M/WBE participation goals for this contract as required by the Revised Remedial Plan be granted because of substantial compliance.

The vendor has, however, identified and scheduled the following firms and percentages

Total MBE 2.5%

Total 1.5% African American:

KBS	4749 Lincoln Mall Dr., Suite 503, Matteson, IL 60443
\$80,000.00/1%	Reapplied 6/20/02

Lansoft	811 W. Evergreen, Suite 103, Chgo., IL 60622
\$40,000.00/.5%	Reapplied 7/18/02

Total .5% Hispanic:

Rico	7022 W. 73 <sup>rd</sup> Pl., Chgo., IL 60638
\$40,000.00/.5%	Certified through 7/1/03

Total .5% Asian:

Micro City	2040 Corporate Lane, Naperville, IL 60563
\$40,000.00/.5%	Reapplied 8/6/02

Total WBE 97.5%

AdvancedSystems	945 Shetland Dr., Frankfort, IL 60423
\$80,000.00/1%	Certified through 11/1/02

Computerland	148 Ogden Ave., Downers Grove, IL 60515
\$7,720,000.00/96.5%	Certified through 9/1/03

The City of Chicago Department of Procurement Services certifies each identified firm. The identified firms are subject to change upon approval from the Procurement and Contract's Division of Compliance and Vendor Services without further Board approval.

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

**FINANCIAL:** Charge to various schools and departments  
Fiscal Years: 2002-2004  
Budget Classification: 5730-Equipment, 5320-Supplies, 5470-Services/Repair Contracts

**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 member 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:**

**Approved:**

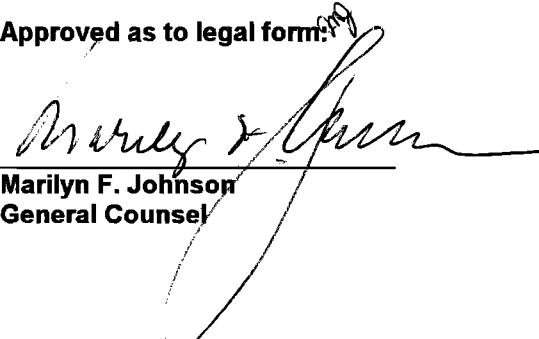
  
Anita Rocha, Acting  
Chief Purchasing Officer

  
Arne Duncan  
Chief Executive Officer *by PAD*

**Within Appropriation:**

  
Kenneth C. Gotsch  
Chief Fiscal Officer

**Approved as to legal form:**

  
Marilyn F. Johnson  
General Counsel