

October 22, 2003

**APPROVE EXERCISING THE FIRST OPTION TO RENEW THE AGREEMENT
WITH NEXTEL COMMUNICATIONS, INC. FOR CELLULAR AND RADIO WIRELESS
TELECOMMUNICATION SERVICES AND EQUIPMENT**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the first option to renew the agreement with Nextel Communications, Inc. ("Consultant" or "Vendor") to provide cellular and radio wireless telecommunication services and equipment for the Office of Technology Services ("OTS") at a cost not to exceed \$205,020.00, of which \$165,997.20 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"), at a cost to the Board not to exceed \$39,022.80. A written renewal document is currently being negotiated. No payment shall be made to Nextel during the first option period prior to the execution of the written document. The authority granted herein shall automatically rescind in the event a written renewal document is not executed within ninety (90) days of the date of this Board Report. Information pertinent to this renewal is stated below:

Specification No.: 02-250221

VENDOR: Nextel Communications, Inc.
2001 Edmund Halley Drive
Reston, Virginia 20191
Contact: Mr. Frank Gatto
Telephone No. (703) 856-0165
Vendor No. 26443

USER: Office of Technology Services
125 South Clark Street
Chicago, Illinois 60603
Contact: Robert W. Runcie, Chief Information Officer
Kathryn Zalewski, Director of Telecommunications
Telephone No. (773) 553-1300

ORIGINAL AGREEMENT: The original Agreement (authorized by Board Report 03-0122-PR11,) in an amount not to exceed \$205,020.00 is for a term commencing July 1, 2003 and ending June 30, 2004, with the Board having two options to renew for periods of one year each. The original agreement was awarded pursuant to a duly advertised Request for Proposals (Specification No. 02-250221).

OPTION PERIOD: The term of this Agreement is being extended for one year commencing July 1, 2004, and ending June 30, 2005.

OPTION PERIODS REMAINING: There is one option period remaining for one year.

SCOPE OF SERVICES: Vendor will continue to provide the Board with digital cellular and radio wireless telecommunication services, including cellular and wireless telephone equipment and accessories for approximately 160 current users and 90 future users. The Board currently averages approximately 18,000 minutes of local and national usage.

DELIVERABLES: Vendor will continue to provide the Board with cellular and wireless telecommunication services and telephone equipment through the end of fiscal year 2005.

OUTCOMES: Vendor's services will result in the Board having continuous cellular and radio wireless telecommunication services and equipment through the end of fiscal year 2005.

COMPENSATION: Vendor shall be paid as follows: Upon monthly invoicing, \$53.99 monthly access fee per activated telephone for 300 cellular minutes (including long distance and roaming); monthly variable charges (\$0.35 per minute overage charge; other wireless services (such as mobile e-mail, analog minutes, and new or additional equipment); total cost not to exceed \$205,020.00, of which \$165,997.20 is eligible for, but not contingent

upon, E-Rate discounts, at a cost to the Board not to exceed \$39,022.80.

AUTHORIZATION: Authorize the General Counsel to include other relevant terms and conditions in the written renewal agreement. Authorize the President and Secretary to execute the renewal agreement. Authorize the Chief Information Officer to execute all ancillary documents required to administer or effectuate this renewal agreement.

AFFIRMATIVE ACTION: This contract is in full compliance with the goals required by the Revised Remedial Plan for Minority and Women Business Enterprise Contract Participation (M/WBE Plan). The M/WBE participation goals for the contract include: 35% total MBE, 22% total African American, 10% total Hispanic, 2% total Asian and 5% total WBE.

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

Total 35% MBE:

Total 22% African American:	
Advantage Communication Services	\$45,104.00
8260 Elmwood Ave.,	Reapplied the last week of 12/02
Skokie, IL 60077	
Total 11% Hispanic:	
Real Tech	\$22,552.00
10411 S. Ewing Ave.,	Applied 12/27/02
Chicago., Illinois 60617	
Total 2% Asian:	
World Richman Corporation	\$4,100.00
350 Crossen Ave.,	Certified through 7/31/03
Elk Grove Village, Illinois 60007	
Total WBE 5%	
Chicago Communications Services	\$10,250.00
200 Spangler Ave.,	Certified through 10/31/03
Elmhurst, Illinois 60126	

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

FINANCIAL: Charge to the Office of Technology Services:	\$ 205,020.00
Budget Classification: 0960-552-000-1614-5430	\$39,022.80 FY '05

Charge to Schools and Library Division: \$165,997.20

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.

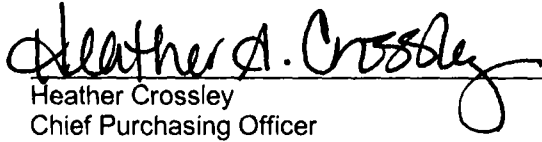
Conflicts – The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board members during the one-year period following expiration or other termination of their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

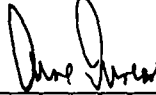
Ethics – The Board's Ethics Code adopted September 27, 1995 (95-0927-RU3), as amended from time to time, shall be incorporated into and made a part of the agreement.

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:


Heather Crossley
Chief Purchasing Officer

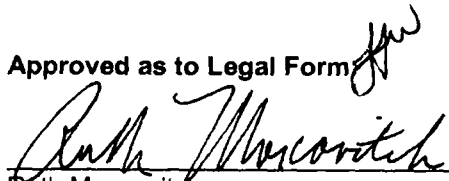
Approved:


Arne Duncan
Chief Executive Officer

Within Appropriation:


John Maiorca
Chief Financial Officer

Approved as to Legal Form


Ruth Moscovitch
General Counsel