

AMEND BOARD REPORT # 03-1119-PR02
APPROVE EXERCISING THE THIRD OPTION TO RENEW THE
AGREEMENT WITH SENTINEL TECHNOLOGIES FOR THE PURCHASE OF COMPUTER AND EQUIPMENT
MAINTENANCE SERVICES

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the third option to renew the agreement with Sentinel Technologies for the purchase of computer and equipment maintenance services, network support services, and web support services for use by all area instructional offices, central office departments and schools at an aggregate cost not to exceed ~~\$12,000,000~~ \$15,000,000.00 for the third option period. This contract is subject to the Board's Strategic Sourcing Policy. Exercising this option at this time is required to qualify eligible equipment and services purchased under this contract for Year 7 of the E-Rate Program (July 1, 2004 through June 30, 2005). 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 amended Board Report. Information pertinent to this option is stated below.

This Board Report is being amended to correctly reflect the scope of services and compensation amount.

SPECIFICATION NO: 00-250499

Contract Administrator: Charlita Fain 553-2259

VENDOR:

Sentinel Technologies
2550 Warrenville Road
Downers Grove, Illinois 60515
(630) 769-4191
Contact Person: Stephanie Winters
Vendor No. 21472

USER: All schools, area instructional offices, and central office departments.
Contact Person: Charlita Fain, Contract Administrator—773.553.2259

ORIGINAL AGREEMENT: The original agreement (authorized by Board Report No. 00-1220-PR3) is for a term commencing January 4, 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 agreement was extended (Authorized by Board Report 02-1218-PR03). The agreement was further extended (Authorized by Board report 02-1218-PR03) for a term commencing July 1, 2003 and ending June 30, 2004. The original agreement was awarded pursuant to a duly advertised Request for Proposals.

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

OPTION PERIODS REMAINING: There are no option periods remaining.

SCOPE OF SERVICES: Sentinel Technologies will continue to provide computer and equipment maintenance services and network support services (which are to be increased to include web support services) for all schools, area instructional offices and central office Departments. Schools, area instructional offices, and central office Departments may purchase services at their option via requisition to Procurement and Contracts who will mail a purchase order to the vendor. Purchases that exceed \$25,000 must be approved by the AIO. Central Office purchases over \$25,000.00 must be approved by the appropriate Chief.

PRICES: The prices for the computer and equipment maintenance services shall remain as specified in the original agreement. Prices for network support services shall remain as specified in the second agreement; the

additional web support services shall be priced as stated in the renewal agreement. Total compensation not to exceed \$15 million.

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 participation goals for this contract is 35% Total MBE, 22% Total African American, 10% Total Hispanic, 2% Asian and 5% Total WBE. This contract is in full compliance with the goals required participation (M/WBE Plan).

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

Total MBE 35%

Total 23% African American:

Total Maintenance \$405,000.00/2.7%	201 James Street, Bensenville, IL 60106 Certified through May 31, 2004
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Smart Technology \$139,476.00/.9%	156 N. Jefferson St., #300, Chgo., IL 60661 Reapplied July 23, 2003
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Blackwell Consulting \$2,911,200.00/19.4%	100 S. Wacker Drive., Chgo., IL 60606 Certified through June 30, 2004
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Total 10% Hispanic

Interface Computer \$1,500,000.00/10%	633 S. Plymouth Ct., # A, Chgo., IL 60605 Certified through July 31, 2004
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Total 2% Asian:

PC Mart \$300,000.00/2%	2916 W. Ogden Ave., Naperville, IL 60540 Certified through July 31, 2004
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Total WBE 5%

System Concept \$150,000.00/1%	6585 N. Avondale, Chgo., IL 60631 Certified through August 31, 2004
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NJW \$600,000.00/4%	1 E. Wacker Dr., Chgo., IL 60604 Certified through December 31, 2003
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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: 2005
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.

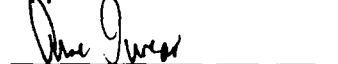
Ethics – The Board’s Ethics Code adopted September 27, 1995 (95-0927-RU3), as amended from time to time, shall be incorporated into and made a part of the agreement.

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).

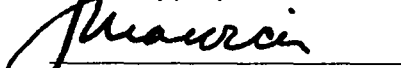
Approved for Consideration:


Heather A. Obora
Chief Purchasing Officer


Approved:


Arne Duncan
Chief Executive Officer

Within Appropriation:


John J. Maiorca
Chief Financial Officer

Approved as to legal form:


Ruth M. Moscovitch
General Counsel