

**APPROVE THE PURCHASE OF MAINFRAME OUTSOURCING SERVICES  
FROM ACXIOM CORPORATION**

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

Approve the purchase of mainframe outsourcing services from Acxiom Corporation for the Office of Technology Services ("OTS") at a cost not to exceed \$6,812,624.00 for a 52-month term. Vendor is currently under contract with the City of Chicago's Department of Business and Information Services for a term commencing August 1, 2004 and ending July 31, 2009 (the "Acxiom Contract"). The Acxiom Contract was awarded on a competitive basis pursuant to a solicitation issued by the City. The Acxiom Contract allows other governmental agencies to purchase under the Acxiom Contract via the signing of a specific statement of work between Acxiom and the Board and the issuance of a purchase order to Acxiom by the Board. No additional written contract is required for this matter. Information pertinent to this matter is stated below.

**VENDOR:** Acxiom Corporation  
1501 Opus Place  
Downers Grove, Illinois 60515-5727  
Contact: Kenneth P. Such  
Telephone No.: (630) 944-4810  
Vendor No.: 15038

**USER:** Office of Technology Services  
125 South Clark Street, 3rd Floor  
Chicago, Illinois 60603  
Contact: Robert Runcie, Chief Information Officer  
Steven Dorner, Deputy Chief Information Officer, Network Services  
Telephone No.: (773) 553-1300

**TERM:** The purchase of these outsourcing services shall be made for a term that is conterminous with the Acxiom Contract which term is April 1, 2005 to July 31, 2009. If the City extends the Acxiom Contract, the Board may continue to purchase through the Acxiom Contract, subject to Board approval, for such period of time as the Acxiom Contract is extended by the City.

**SCOPE OF SERVICES:** The Vendor shall provide outsourcing services to include the following:

- A transition/migration with project management of Client-owned hardware, software, applications, data and information management procedures to an Acxiom Data Center facility.
- Technical Services to include installation, configuration, and support in the following areas:
  1. Hardware management and monitoring
  2. Software Management
  3. Mainframe Network Administration
  4. Storage Management
  5. Tape and tape library operations
  6. Backup/Restore and planning
  7. Associated recovery site
  8. Mainframe database administration
  9. System security and audit
  10. Job scheduling operations
  11. 24x7 Client Support Center (Help Desk)

**DELIVERABLES:** Vendor will provide outsourced services, construct and execute a migration/transition plan with project management, associated technical services, reporting, and support for the Chicago Public Schools mainframe environment. The environment consists of an IBM Mainframe, Unisys Mainframe, StorageTek tape silo, tape library and associated disk space.

**OUTCOMES:** Vendor's services shall result in the Board receiving outsourced mainframe environment operations and support.

**COMPENSATION:** Vendor shall be paid monthly upon invoicing; total compensation not to exceed \$6,812,624.00 for a 52-month term. In the event that a statement of work has not been executed by May 1, 2005, the Board shall pay Acxiom for all costs and expenses related to the migration processing which amount shall not exceed \$537,000.00. If a statement of work is executed by May 1, 2005, the payment terms and conditions shall be governed by the statement of work and any amounts previously paid to Acxiom will be applied against amounts due under the statement of work. If the contract is renewed the monthly processing charge for the first eight (8) months of the renewal term shall not exceed \$101,012.00 per month and the monthly processing charge for the remainder of the renewal term shall not exceed \$127,012.00 per month.

**AUTHORIZATION:** Authorize the General Counsel to negotiate a statement of work for Vendor's services. Authorize the Chief Information Officer to execute the statement of work and all ancillary documents required to administer or effectuate this statement of work.

**AFFIRMATIVE ACTION:** Pursuant to Section 3.7 of the Revised Remedial Plan for Minority and Women Business Enterprise Contract Participation (M/WBE Plan), this contract is exempt from review because the nature of the service is a unique transaction.

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

**FINANCIAL:** Charge to the Office of Technology Services: \$6,812,624.00

Budget Classification:	0220-210-000-1116-5410	\$1,965,180.00	FY06
	0220-210-000-1116-5410	\$1,572,144.00	FY07
	0220-210-000-1116-5410	\$1,572,144.00	FY08
	0220-210-000-1116-5410	\$1,572,144.00	FY09
	0220-210-000-1116-5410	\$ 131,012.00	FY10

**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:**

  
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Heather A. Obora  
Chief Purchasing Officer

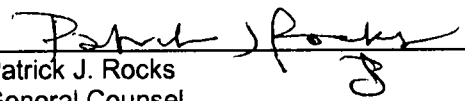
**Approved:**

  
\_\_\_\_\_  
Arne Duncan  
Chief Executive Officer

**Within Appropriation:**

  
\_\_\_\_\_  
John Maiorca  
Chief Financial Officer

**Approved as to Legal Form** 

  
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Patrick J. Rocks  
General Counsel