

**APPROVE AN AGREEMENT WITH APPLIMATION, INC.
FOR SOFTWARE LICENSE AND MAINTENANCE**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve an agreement with Applimation, Inc. for software license and maintenance support to be provided to the Office of Technology Services ("OTS") at a cost not to exceed \$150,000.00. Consultant was selected on a competitive basis pursuant to Board Rule 5-4.1. A written agreement for Consultant's services is currently being negotiated. No payment shall be made to Consultant 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 ninety (90) days of the date of this Board Report. Information pertinent to this agreement is stated below.

**SOFTWARE
LICENSOR:**

Applimation, Inc.
242 West 36th Street, 3rd Floor
New York, NY 10018
Contact Person: David Groesch
Telephone No.: (847) 486-9557
Vendor No.: 68668

USER:

Office of Technology Services
125 South Clark, 3rd Floor
Chicago, Illinois 60603
Contacts: Robert W. Runcie, Chief Information Officer
Prasad Nettem, Director of Enterprise Financial Systems
Telephone No.: (773) 553-1300

TERM: The term of this agreement shall commence on December 30, 2005 and shall end on December 29, 2006. This agreement shall have two (2) options to renew the agreement for one (1) year each.

USE OF SOFTWARE: Applimation shall provide licensing, maintenance and related service requirements to the Oracle systems including, but not limited to, the following:

- Informia Archive Platform
- Oracle Financials, Manufacturing, Distribution, Payroll, CRM, and Sales Online Suites
- Oracle Concurrent Requests
- Database Size (Production Instances)
- XML Archive Software License
- Archive solution for Oracle Purchasing, Oracle Payables, Oracle General Ledger and Oracle Workflow modules
- Archive solution to archive data from custom Oracle applications
- Archive data should be accessible through online screens and reports.
- Archive solution to store historical data on tape (data over 7 year old)
- Data scrambler to scramble HR data on development and test instances
- Minimum 20 days of implementation service
- Training 5 Board employees on the archive solution product

OUTCOMES: The software program products will further secure the Board's critical data. This product will substantially reduce the data size of Chicago Public Schools Oracle Application environment.

SOFTWARE LICENSE AND MAINTENANCE FEE: Software Licensor shall be paid a maintenance and support fee of \$150,000.00 upon invoicing.

AUTHORIZATION: Authorize the General Counsel to include other relevant terms and conditions in the written agreement. Authorize the President and Secretary to execute the agreement. Authorize the Chief Information Officer to execute all ancillary documents required to administer or effectuate this 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 the Office of Technology Services: \$150,000.00

Budget Classification: 0220-210-000-1111-5311 \$150,000.00 FY '06

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.

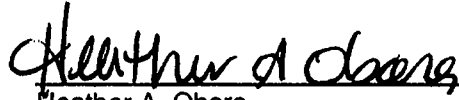
Conflicts – The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board members during the one-year period following expiration or other termination of their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

Indebtedness – The Board's Indebtedness Policy adopted July 26, 1996 (96-0626-PO3), as amended from time to time, shall be incorporated into and made a part of the agreement.

Ethics – The Board's Ethics Code adopted June 23, 2004 (04-0623-PO4), as amended from time to time, shall be incorporated into and made a part of the agreement.

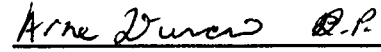
Contingent Liability – The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

Approved for Consideration:




Heather A. Obora
Chief Purchasing Officer

Approved:



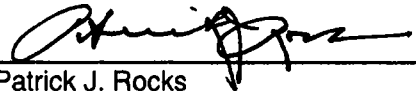
Arne Duncan
Chief Executive Officer

Within Appropriation:



John Maiorca
Chief Financial Officer

Approved as to Legal Form: 



Patrick J. Rocks
General Counsel