

**AMEND BOARD REPORT 05-1116-PR13  
APPROVE ENTERING INTO A NEW AGREEMENT WITH  
VERIZON WIRELESS LLC FOR PAGING COMMUNICATION SERVICES AND EQUIPMENT**

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

Approve entering into an agreement with Verizon Wireless LLC ("Verizon") to provide paging communication services and rental equipment for the Office of Technology Services ("OTS") at a cost not to exceed \$457,988.93 for a three (3) year term, of which approximately \$393,372.93 ~~\$452,152.80~~ 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 total cost to the Board not to exceed \$64,615.99 ~~\$64,616.44~~. Verizon was selected pursuant to a duly advertised Request for Proposals (Specification No. 05-250029). An agreement is currently being negotiated. No payment shall be made to Verizon prior to the execution of the written agreement. The authority granted herein shall automatically rescind in the event a written document is not executed within ninety (90) days of the date of this Board Report.

This amendment is necessary in order to i) authorize the Board's General Counsel to include an indemnity from the Board to Verizon Wireless in the agreement, ii) to delete language from the compensation section, and iii) to correct the dollar amounts.

**SPECIFICATION NO.:** 05-250029

**VENDOR:** Verizon Wireless LLC  
1720 Lakepointe Drive, Suite 100  
Lewisville, TX 75057  
Contact: Mark McCormick  
Telephone No.: (312) 353-1001  
Vendor No. 34886

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

**TERM:** The term of this agreement shall commence on July 1, 2006 and shall end on June 30, 2009. This term is necessary to coincide with, and allow for the Board's participation in, Years 9, 10, and 11 of the Federal E-Rate program. The Board shall have two (2) options to renew for periods of one (1) year each at a cost to be negotiated at the time of renewal.

**EARLY TERMINATION:** The Board shall have the right to terminate this agreement with 30 days written notice.

**SCOPE OF SERVICES:** Verizon will provide the Board with digital paging services, including paging devices and paging network services (telephone numbers). Currently, the Board utilizes a total of 2,420 pagers: 2,200 local numeric, 40 local one way alphanumeric, 100 nationwide numeric and 80 nationwide two way alphanumeric pagers. It is estimated the pager population will increase by approximately 105 during the term.

**DELIVERABLES:** Verizon will provide the Board with paging services and rental equipment through the end of fiscal year 2009.

**OUTCOMES:** Verizon's services will result in the Board having continuous paging communications services and equipment through the end of fiscal year 2009.

**COMPENSATION:** Verizon shall be paid as follows: Upon monthly invoicing, at a cost not to exceed \$457,988.93 for the renewal term, of which approximately \$393,372.93 ~~\$452,152.80~~ is eligible for, but not contingent upon, E-Rate discounts, at a cost to the Board not to exceed \$64,615.99 ~~\$64,616.11~~. If SLD/USAC denies funding for all or any portion of the eligible E-Rate services and products, the Board shall have the option of discontinuing the receipt of any such services and products for which funding was denied as specified in the agreement; and the Board shall only be responsible for the non-discounted portion of E-Rate eligible services and products and any expenses incurred 1) that have prior written approval of the Board and 2) for orders placed prior to the date of such suspension or discontinuation of services, termination or expiration of the agreement.

**AUTHORIZATION:** Authorize the General Counsel to include other relevant terms and conditions in the written renewal agreement, including any indemnities to be provided to the Vendor by Board. Authorize the President and Secretary to execute the renewal agreement. Authorize the Chief Technology Officer to execute all ancillary documents required to administer or effectuate this renewal agreement.

**AFFIRMATIVE ACTION:** The MWBE goals for this contract include 35% MBE and 5% WBE. However, the Waiver Review Committee recommends a conditional waiver of the MWBE participation goals for this contract as required by the Revised Remedial Plan be granted because the vendor has committed to building the capacity of an MBE firm through a Mentor-Protégé Program.

MBE Protégé

Fidelity Print Communications

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

**FINANCIAL:**

		FY07	FY08	FY09	TOTAL
<b>Annual Eligible</b>		\$148,212.90	\$150,717.60	\$153,222.30	\$452,152.80
	CPS-13%	\$19,267.68	\$19,593.29	\$19,918.90	\$58,779.86
	SLD-87%	\$128,945.22	\$131,124.31	\$133,303.40	\$393,372.93
<b>Annual InEligible</b>		<u>\$1,945.38</u>	<u>\$1,945.38</u>	<u>\$1,945.37</u>	<u>\$5,836.13</u>
		\$150,158.28	\$152,662.98	\$155,167.67	\$457,988.93
<b>CPS PAYS</b>	12510-230-54405-254906-000000	\$21,213.10	\$21,538.71	\$21,864.31	\$64,615.99
<b>SLD PAYS</b>		<u>\$128,945.22</u>	<u>\$131,124.31</u>	<u>\$133,303.40</u>	<u>\$393,372.93</u>
		\$150,158.32	\$152,663.02	\$155,167.71	\$457,988.93

**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.

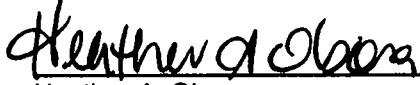
**Conflicts** – The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of or the letting of contracts to, former Board members during the one-year period following expiration or other termination of their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

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

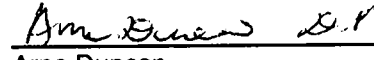
**Ethics** – The Board’s Ethics Code adopted June 23, 2004 (04-0623-P04), as amended from time to time, shall be incorporated into and made a part of the agreement.

**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. Obara  
Chief Purchasing Officer

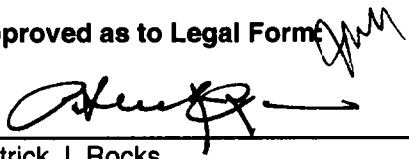
**Approved:**

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

**Within Appropriation:**

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

**Approved as to Legal Form**

  
\_\_\_\_\_  
Patrick J. Rocks  
General Counsel