

**AMEND BOARD REPORT 06-0125-PR9**  
**AMEND BOARD REPORT 05-1116-PR13**  
**APPROVE ENTERING INTO A NEW AGREEMENT WITH AMERICAN MESSAGING**  
**SERVICES LLC, AS SUCCESSOR IN INTEREST TO 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~~ \$388,851.41 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 ~~\$64,646.99~~ \$69,137.52. 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, to delete language from the compensation section, and iii) to correct the dollar amounts.

This second amendment is necessary to reflect that American Messaging Services, LLC acquired the messaging and paging services of Verizon Wireless, LCC in approximately June of 2006 and is the successor in interest of Verizon Wireless, LLC. This second amendment is necessary to i) add language allowing charter schools, CPS consortium members and City of Chicago sister agencies to purchase services under the agreement, ii) to increase the funding amount by \$20,000.00 to cover any billings to the Board as the Billed Entity for the CPS consortium and iii) to adjust the financial section for change in E-Rate eligibility of certain cellular services. Payment for purchases so made shall be the responsibility of the charter school, CPS consortium members and City of Chicago sister agencies. Charter schools and City sister agencies shall pay vendor directly and CPS consortium members shall reimburse the Board for such purchases. A written amendment to the agreement is required. The authority granted herein shall automatically rescind in the event a written amendment is not executed within 90 days of this amended Board Report

**SPECIFICATION NO.:** 05-250029

**VENDOR:** American Messaging Services LLC, as successor in interest to  
 Verizon Wireless LLC  
 1720 Lakepointe Drive, Suite 100  
 Lewisville, TX 75057  
 Contact: Mark McCormick  
 Telephone No.: (312) 353-1001  
 Vendor No. 91084 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:** Vendor 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:** Vendor Verizon will provide the Board with paging services and rental equipment through the end of fiscal year 2009.

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

**COMPENSATION:** Vendor Verizon shall be paid as follows: Upon monthly invoicing, at a cost not to exceed \$457,988.93 for the term, of which approximately ~~\$393,372.93~~ \$388,851.41 is eligible for, but not contingent upon, E-Rate discounts, at a cost to the Board not to exceed ~~\$64,615.99~~ \$69,137.52.

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

**AFFIRMATIVE ACTION:** The M/WBE goals for this contract include 35% MBE and 5% WBE. However, the Waiver Review Committee recommends a conditional waiver of the M/WBE 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
	<b>CPS-14%</b>	\$20,749.81	\$21,100.46	\$21,451.12	\$63,301.39
	<b>SLD-86%</b>	\$127,463.09	\$129,617.14	\$131,771.18	\$388,851.41
<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	\$22,695.19	\$23,045.84	\$23,396.49	\$69,137.52
<b>SLD PAYS</b>		<u>\$127,463.09</u>	<u>\$129,617.14</u>	<u>\$131,771.18</u>	<u>\$388,851.41</u>
		\$150,158.28	\$152,662.98	\$155,167.67	\$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.

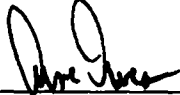
**Ethics** – The Board’s Ethics Code adopted June 23, 2004 (04-0623-P04), as amended from time to time, shall be incorporated into and made a part of the agreement.

**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. Obora  
Chief Purchasing Officer

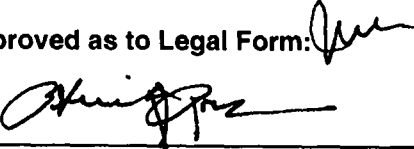
**Approved:**

  
\_\_\_\_\_  
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