

**APPROVE EXERCISING THE REMAINING TWO OPTIONS TO RENEW THE AGREEMENT WITH  
AMERICAN MESSAGING SERVICES, LLC FOR PAGING COMMUNICATION SERVICES AND  
EQUIPMENT**

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

Approve exercising the remaining two options to renew the agreement with American Messaging, LLC ("American Messaging") to provide paging communication services and rental equipment for CPS Information & Technology Services ("ITS"), at a cost for the option period not to exceed \$310,335.34, of which approximately \$306,444.60 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"). The payment breakdown on the total amount of \$310,335.34 is as follows: the total cost to the E-Rate program will not exceed \$263,542.36 while the total cost to the Board will not exceed \$46,792.98. A written document exercising this option is currently being negotiated. No payment shall be made to American Messaging 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 Board Report. Information pertinent to this option is stated below.

**VENDOR:** American Messaging Services, LLC  
1720 Lakepointe Drive, Suite 100  
Lewisville, TX 75057  
Contact: Mark McCormick  
Telephone No.: (312) 353-1001  
Vendor No. 91084

**USER:** Information & 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

**ORIGINAL AGREEMENT:** The original Agreement (authorized by Board Report #05-1116-PR13) in the amount of \$457,988.93 is for a term commencing July 1, 2006 and ending on June 30, 2009, with the Board having two options to renew for one-year terms. This term was necessary to coincide with, and allow for the Board's participation in Years 9, 10, and 11 of the Federal E-Rate program. The original agreement was awarded on a competitive basis pursuant to Board Rule 5-4.1.

American Messaging Services, LLC acquired the messaging and paging services of Verizon Wireless, LCC in approximately June 2006 and is the successor in interest of Verizon Wireless, LLC, which was acknowledged by the Board under Board Report #06-1115-PR5.

**OPTION PERIOD:** The term of this agreement is being extended for two years commencing July 1, 2009 and ending June 30, 2011.

**OPTION PERIODS REMAINING:** There are no option periods remaining.

**SCOPE OF SERVICES:** American Messaging will continue to 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 remain constant during the renewal term.

**DELIVERABLES:** American Messaging will continue to provide the Board with paging services and rental equipment through the end of fiscal year 2011.

**OUTCOMES:** American Messaging's services will continue to result in the Board having continuous paging communication services and equipment through the end of fiscal year 2011.

**COMPENSATION:** American Messaging shall be paid as follows: Upon monthly invoicing, at a total cost not to exceed \$310,335.34, of which approximately \$306,444.60 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"). The total cost to the E-Rate program will not exceed \$263,542.36 while the total cost to the Board will not exceed \$46,792.98.

**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 Information Officer to execute all ancillary documents required to administer or effectuate this option document.

**AFFIRMATIVE ACTION:** The M/WBE goals for this contract include 35% MBE and 5% WBE participation. However, the Waiver Review Committee recommends that a partial waiver for the MBE participation goal be granted for this contract, as required by the Revised Remedial Plan, because the scope is not further divisible.

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

Total MBE: 5%

Chicago Communication  
200 Spangler Avenue  
Elmhurst, IL 60126

Total WBE: 5%

Creative Corporation Image  
780 Lee Street #201  
Des Plaines, IL 60016

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

**FINANCIAL:**

		FY10	FY11	TOTAL
<b>Annual Eligible</b>		\$153,222.30	\$153,222.30	\$306,444.60
	<b>CPS-14%</b>	\$21,451.12	\$21,451.12	\$42,902.24
	<b>SLD-86%</b>	\$131,771.18	\$131,771.18	\$263,542.34
<b>Annual InEligible</b>		<u>\$1,945.37</u>	<u>\$1,945.37</u>	<u>\$3,890.74</u>
		\$155,167.67	\$155,167.67	\$310,335.34
<b>CPS PAYS</b>	12540-230-54405-254501-000000	\$23,396.49	\$23,396.49	\$46,792.98
<b>SLD PAYS</b>		<u>\$131,771.18</u>	<u>\$131,771.18</u>	<u>\$263,542.36</u>
		\$155,167.67	\$155,167.67	\$310,335.34

**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.

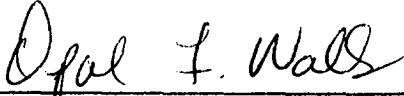
**Conflicts** – The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of or the letting of contracts to, former Board members during the one-year period following expiration or other termination of their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

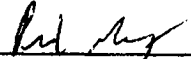
**Approved for Consideration:**

  
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Opal F. Walls  
Chief Purchasing Officer

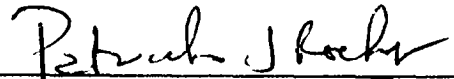
**Approved:**

  
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Arne Duncan  
Chief Executive Officer

**Within Appropriation:**

  
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Pedro Martinez  
Chief Financial Officer

**Approved as to Legal Form:** 

  
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Patrick J. Rocks  
General Counsel 