

**APPROVE EXERCISING THE SECOND OPTION TO RENEW A MASTER AGREEMENT WITH
MICROSOFT CORPORATION FOR PREMIER SUPPORT SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the second option to renew a master agreement with Microsoft Corporation (Microsoft) to provide premium support services to Information & Technology Services at a cost for the option period not to exceed \$249,000.00. Microsoft was selected on a non-competitive basis because the Microsoft licenses supplied to the Board require the premier services that Microsoft is uniquely able to provide. A written document exercising this option is currently being negotiated. No payment shall be made to Vendor 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:

1)
Microsoft Corporation
1 Microsoft Way
Redmond, Wa 98052
Mary Paulson
813-281-3940

Vendor # 39608

USER:

Information & Technology Services
125 South Clark Street - 3rd Floor
Chicago, IL 60603
Robert Runcie
773-553-1300

ORIGINAL AGREEMENT:

The original Agreement (authorized by Board Report 07-1024-PR11) in the amount of \$220,640.00 is for a term commencing October 25, 2007 and ending June 30, 2008, with the Board having two options to renew for one (1) year each. The agreement was renewed (authorized by Board Report 08-0602-PR25) in the amount of \$249,000.00 for a term commencing July 1, 2008 and ending June 30, 2009. The original agreement was awarded on a competitive basis pursuant to Board Rule 5-4.1.

OPTION PERIOD:

This agreement is being renewed for a term commencing on July 1, 2009 and ending June 30, 2010.

OPTION PERIODS REMAINING:

There are no option periods remaining.

SCOPE OF SERVICES:

Microsoft will continue to provide premier support services which consist of 720 assistance hours, 200 hours for problem resolution supports, technical account management support and unlimited access to premier subscriber website.

DELIVERABLES:

Microsoft will continue to provide the following: An assigned resource for a single point of contact, workshops, problem resolution support based on Microsoft applications, support assistance for applications other than Microsoft, and Microsoft knowledge assistance.

OUTCOMES:

Microsoft's services will result in: Predictability for applications, less system interruption due to problem prevention, assistance for specific symptoms for Microsoft products, better understanding of deployment and design of application, short-term advice and guidance, and increased in-house Microsoft knowledge and capabilities.

COMPENSATION:

Consultant shall be paid as follows: upon monthly invoicing, not to exceed the sum of \$249,000.00

AUTHORIZATION:

Authorize the General Counsel to include other relevant terms and conditions in the written renewal agreement. Authorize the President and Secretary to execute the renewal agreement. Authorize Chief Information Officer to execute all ancillary documents required to administer or effectuate this renewal agreement.

AFFIRMATIVE ACTION:

Not applicable.

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Charge to Information & Technology Services: \$249,000

12510-115-54105-266414-000000-2010

\$249,000.00

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-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:


Opal L. Walls
Chief Purchasing Officer

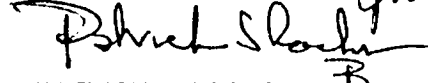
Approved:


Ron Huberman
Chief Executive Officer

Within Appropriation:


PEDRO MARTINEZ
Chief Financial Officer

Approved as to Legal Form:


PATRICK J. ROCKS
General Counsel