

**AUTHORIZE A NEW AGREEMENT WITH SENTINEL TECHNOLOGIES FOR SCHOOL DATA
NETWORK UPGRADE SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Authorize a new agreement with Sentinel Technologies to provide data network upgrade services to schools district-wide at an estimated annual cost set forth in the Compensation Section of this report. A significant portion of the costs of these upgrades will be funded by the federal E-rate program. Vendor was selected on a competitive basis pursuant to Board Rule 7-2. A written agreement for Vendor's services is currently being negotiated. No services shall be provided by Vendor and no payment shall be made to Vendor prior to the execution of their written agreement. The authority granted herein shall automatically rescind in the event a written agreement is not executed within 90 days of the date of this Board Report. Information pertinent to this agreement is stated below.

Specification Number : 14-350033

Contract Administrator : Solomon, Mr. Alex M / 773-553-2280

VENDOR:

- 1) Vendor # 21472
SENTINEL TECHNOLOGIES, INC.
2550 WARRENVILLE ROAD
DOWNERS GROVE, IL 60515
Jack Reidy
630 769-4325

USER INFORMATION :

Project
Manager: 12510 - Information & Technology Services

42 West Madison Street

Chicago, IL 60602

Burnson, Mr. Richard A

773-553-1300

TERM:

The term of this agreement shall commence on July 1, 2015 and shall end June 30, 2018. This agreement shall have two (2) options to renew for periods of one (1) year each.

EARLY TERMINATION RIGHT:

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

SCOPE OF SERVICES:

Services rendered by the Vendor are as follows: Sentinel will provide project management, design, equipment procurement and installation services for school and administrative office wired and wireless data network and HD security camera installation. The scope also includes installation of security camera systems at up to seventy five schools per year. These upgrades will enable the District to continue to

leverage our standard systems and IT services without interruption, but also support an increasingly technology infused curriculum and online tests in our schools.

DELIVERABLES:

Deliverables to be provided by the Vendor are as follows:

- Continue with upgrading the data network in CPS schools district-wide.
- Security camera installation services will be provided and will allow The Board to continue to install camera systems that are compliant with Safety and Security and OEMC/CPD standards.
- The services will ensure the systems are designed in a cost effective measure and cabling work is bid out to a pool of trades vendors to keep construction costs down.

OUTCOMES:

Vendor's services will result in:

- Upgraded wired and wireless data networks in schools district-wide to support the increasing need for devices, technology-infused curriculum and online testing, and
- Deployed security cameras at the discretion of the Safety and Security Team to the schools deemed most at risk.

COMPENSATION:

Vendor shall be paid as follows: Invoicing based on a per school completion. The Board is authorized to pay approved invoices up to the not-to-exceed amount and will utilize the Billed Entity Applicant Reimbursement (BEAR) process to request reimbursement under the federal E-Rate program; reimbursement is anticipated to be up to approximately \$42 million in FY16 and FY17.

Estimated annual costs for the three (3) year term are set forth below:

FY16

E-Rate: \$21,000,000

CPS: \$25,000,000

Total not to exceed for FY16: \$46,000,000

FY17

E-Rate: \$21,000,000

CPS: \$25,000,000

Total not to exceed for FY17: \$46,000,000

FY18

E-Rate: \$0

CPS: \$9,000,000

Total not to exceed for FY18: \$9,000,000

REIMBURSABLE EXPENSES:

None.

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 Chief Information Officer to execute all ancillary documents required to administer or effectuate this agreement.

AFFIRMATIVE ACTION:

This agreement is in full compliance with the goals required by the Remedial Program for Minority and Women Owned Business Enterprise Participation in Goods and Services Contracts. The MBE/WBE participation goals for this agreement are: 25% MBE and 5% WBE participation. The vendor has identified the following firms and percentages:

Total MBE - 25%

Level 1 Global Services

22 West Washington St., #1500

Chicago, IL 60602

15-0225-PR12

Montel Technologies, LLC
333 W. Ohio St.
Chicago, IL 60654

Total WBE - 5%
CSC Technology Services
1613 S. Michigan Ave.
Chicago, IL 60616

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Fund: Capital Funds
Fund: Operational Funds, 115
All Units

FY16

E-Rate: \$21,000,000
CPS: \$25,000,000
Total not to exceed for FY16: \$46,000,000

FY17

E-Rate: \$21,000,000
CPS: \$25,000,000
Total not to exceed for FY17: \$46,000,000

FY18

E-Rate: \$0
CPS: \$9,000,000
Total not to exceed for FY18: \$9,000,000

Not to exceed \$101,000,000.00 for the three (3) year term.
Future year funding is contingent upon budget appropriation and approval

CFDA#: Not Applicable

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 May 25, 2011 (11-0525-PO2), 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:



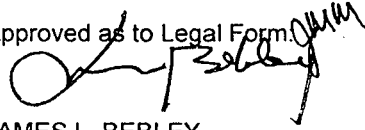
SÉBASTIEN de LONGEAUX
Chief Procurement Officer

Approved:



BARBARA BYRD-BENNETT
Chief Executive Officer

Approved as to Legal Form.



JAMES L. BEBLEY
General Counsel