

February 27, 2019

**AUTHORIZE A NEW AGREEMENT WITH AT AND T, CORP. FOR INTERNET, VOICE  
AND DATA CIRCUITS AND SERVICES**

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

Authorize a new agreement with AT and T, Corp. to provide Internet, Voice, Data Circuits and Services for the Department of Information and Technology Services. This agreement may be eligible for discounts to be funded by the Schools and Libraries Division of the Universal Service Administration Company (SLD/USAC) as part of the E-Rate program. The total amount of the agreement shall not exceed \$33,245,550.00, but the Board shall only be responsible for the non-discounted portion of E-Rate eligible services and/or products and the cost of ineligible services and/or products which shall not exceed \$18,119,400.00 as set forth in the Compensation Section of this report. Vendor was selected on a competitive basis pursuant to Board Rule 7-2. A written agreement for this purchase is currently being negotiated. No services shall be provided by the Vendor and no payment shall be made to the Vendor prior to the execution of the 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 : 18-350054

Contract Administrator : Washington, Ms. Nealean T / 773-553-2273

**VENDOR:**

- 1) Vendor # 11912  
AT&T CORP  
ONE ATAND T WAY  
BEDMINSTER, NJ 07921-0752  
Keneese McNamer  
312 364-2982  
Ownership: Publicly Traded Company

**USER INFORMATION :**

Project  
Manager: 12510 - Information & Technology Services  
42 West Madison Street  
Chicago, IL 60602  
Zalewski, Miss Kathryn Lucille  
773-553-3060

**TERM:**

The term of this agreement shall commence on July 1, 2019 and shall end June 30, 2022. This agreement shall have three (3) options to renew for periods of two (2) years each.

**EARLY TERMINATION RIGHT:**

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

**SCOPE OF SERVICES:**

Vendor will provide Managed Internet Access with Distributed Denial of Services (DDoS), data circuits, voice circuits, long distance services, teleconferencing services, current and emerging technologies as well as associated technical and support services. Voice and data circuits are used for basic communications, as well as Internet access for schools and administrative facilities. Additional value-added services are also

included, such as scalable Internet bandwidth, Session Initiation Protocol (SIP) voice transmission services, and alternative number routing.

**DELIVERABLES:**

Vendor will provide circuits and services in three categories:

1. Managed Internet Access with DDoS Monitoring and Management
2. Wide Area Network (WAN) Transport Circuits, Services and Emerging Technologies
3. Traditional Telecommunications Circuits and Services such as, Centrex, Plain Old Telephone (POTS), long distance, teleconferencing, Primary Rate Interface (PRI) voice transmission, Session Initiation Protocol (SIP) voice transmission, 911, and alternate number routing.

**OUTCOMES:**

Vendor's services will result in the Board having continuous and enhanced voice and data circuits, services, features, applications, transport technologies, scalable Internet Access, and support services to provide critical communications services as well as expandable data bandwidth to meet the educational goals of the District through fiscal year 2022.

**COMPENSATION:**

Vendor shall be paid as follows: Monthly invoicing per specific service. The Board is authorized to pay approved invoices up to the not-to-exceed amount. Reimbursement under the federal E-Rate program is anticipated to be up to approximately \$15.1 million over the term of the agreement. AT and T, Corp. will be provided reimbursement from E-Rate utilizing the Service Provider Invoice (SPI) process and will be compensated by the Board for non-subsidized costs.

**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 the Chief Information Officer to execute all ancillary documents required to administer or effectuate this agreement. Authorize the Chief Procurement Officer and Chief Information Officer to execute all pricing schedules with the approval of the General Counsel.

**AFFIRMATIVE ACTION:**

Pursuant to the Remedial Program for Minority and Women-Owned Business Enterprise Participation in Goods and Services Contracts, (M/WBE Program), this contract is in full compliance as the Prime vendor has committed to the participation goals of 30% MBE and 7% WBE. The vendor has scheduled the following firms:

Total MBE 30%  
Group O  
4905 77th Ave.  
Milan, IL 61264  
Ownership: Gregg Ontiveros

Total WBE 7%  
Archon Construction  
563 Soute Route 53  
Addison, IL 60101  
Ownership: Leta Loizzo

**LSC REVIEW:**

Local School Council approval is not applicable to this report.

**FINANCIAL:**

Unit: 12510, Fund: 115, ITS Operating Funds  
\$5,844,758, FY20  
\$6,001,362, FY21  
\$6,273,280, FY22

Vendor Reimbursed by SLD (E-Rate Program)

\$3,853,805, FY20  
\$5,151,685, FY21  
\$6,120,660, FY22

Not to exceed \$33,245,550 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:



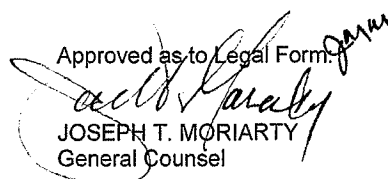
JONATHAN MAPLES  
Chief Procurement Officer

Approved:



JANICE K. JACKSON  
Chief Executive Officer

Approved as to Legal Form:



JOSEPH T. MORIARTY  
General Counsel