

**AUTHORIZE THE SECOND AND FINAL RENEWAL AGREEMENT WITH VARIOUS VENDORS FOR  
THE PURCHASE AND/OR LEASE OF NETWORK SERVERS**

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

Authorize the second and final renewal agreement with various Vendors for the purchase and/or lease of network servers and associated components for use by all schools, network offices, and central office departments at an estimated annual cost set forth in the Compensation Section of this report. Written documents exercising this option are currently being negotiated. No payment shall be made to Vendors during the option period prior to execution of their written agreements. The authority granted herein shall automatically rescind as to each Vendor 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) Vendor # 44646  
DELL MARKETING L.P.  
1 DELL WAY, MAIL STOP 8707  
ROUND ROCK, TX 78682  
Jay Strmiska  
888 977-3355

Ownership: 99% Dell Marketing Lp, 1% Dell  
Marketing Group

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

Ownership: 38% Sentinel Technologies  
Employees' Stock Ownership Plan, 14.9%  
Dennis Hoelzer, 11.5% Mary Hoelzer

**USER INFORMATION :**

Project  
Manager: 12510 - Information & Technology Services  
  
42 West Madison Street  
  
Chicago, IL 60602  
  
Wagner, Mr. Edward Joseph  
  
773-553-1300

**ORIGINAL AGREEMENT:**

The original Agreement (authorized by Board Report 15-1216-PR14) in the amount of \$4,500,000 is for a term commencing July 1, 2016 and ending June 30, 2019, with the Board having two (2) options to renew for one (1) year terms. The renewal agreement (authorized by Board Report 19-0424-PR10) in the amount of \$2,500,000 is for a term commencing July 1, 2019 and ending June 30, 2020 with the Board having one (1) option to renew for a one (1) year term. The original agreement was awarded on a competitive basis pursuant to former Board Rule 7-2.

**OPTION PERIOD:**

The term of this agreement is being renewed for one (1) year commencing July 1, 2020 and ending June 30, 2021.

**OPTION PERIODS REMAINING:**

There are no options remaining.

**SCOPE OF SERVICES:**

The agreements authorized by this Board Report will allow ITS and schools to continue to purchase or lease network and data center servers and associated components. Vendor will continue to provide network server hardware and associated installation, configuration, extended warranty, and maintenance services. Each vendor provides a different type or quality of server to meet the needs of each specific type of technology supported.

**DELIVERABLES:**

Vendor will continue to provide network server hardware and associated installation, configuration, extended warranty, and maintenance services for various projects and initiatives.

**OUTCOMES:**

Vendor's services will enable ITS and schools to complete the procurement of servers to support proposed FY20 projects and initiatives at competitive industry prices between 55% and 70% off list price from manufacturers.

**COMPENSATION:**

Vendors shall be paid in accordance with the unit prices contained in their respective agreement; estimated annual costs for the one (1) year term are set forth below:

\$4,500,000 FY21

**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 agreement.

**AFFIRMATIVE ACTION:**

Pursuant to the Remedial Program for Minority and Women-Owned Business Enterprise Participation in Goods and Services Contracts (M/WBE Program), the goals for this contract are 30% MBE and 7% WBE. The Office of Business Diversity has granted a partial waiver and the Prime vendors have committed to the participation goals of 30% MBE and 7% WBE of applicable spend.

**LSC REVIEW:**

Local School Council approval is not applicable to this report.

**FINANCIAL:**

Fund 115, Various Units

\$4,500,000 FY21

Not to exceed \$4,500,000 for the one (1) 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.

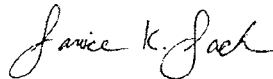
Contingent Liability - The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

Approved for Consideration:



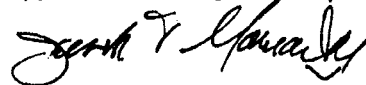
JONATHAN MAPLES  
Chief Procurement Officer

Approved:



JANICE K. JACKSON  
Chief Executive Officer

Approved as to Legal Form:



JOSEPH T. MORIARTY  
General Counsel

