

March 23, 2022

**AUTHORIZE THE FIRST RENEWAL AGREEMENT WITH AT AND T, CORP.
FOR INTERNET, VOICE AND DATA CIRCUITS AND SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Authorize the first renewal 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 \$25,764,370, 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 \$12,616,750 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 document exercising this option is currently being negotiated. No payment shall be made to AT and T, Corp. during the option period prior to 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.

Specification Number : 18-350054

Contract Administrator : Forero, Bryan / 773-553-2280

VENDOR:

- 1) Vendor # 11912
AT&T CORP.
ONE AT AND 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, Kathryn Lucille
773-553-1300

ORIGINAL AGREEMENT:

The original Agreement authorized by Board Report 19-0227-PR18 in the amount of \$33,245,550 is for a term commencing July 1, 2019 and ending June 30, 2022, with the Board having three (3) options to renew for two (2) year terms. The original agreement was awarded on a competitive basis pursuant to Board Rule 7-2.

OPTION PERIOD:

The term of this agreement is being renewed for two (2) years commencing July 1, 2022 and ending June 30, 2024.

OPTION PERIODS REMAINING:

There are two (2) option periods for two (2) years remaining.

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 2023.

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 \$25,764,370 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.

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 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), this contract is in full compliance as the Prime vendor has committed to the indirect participation goals of 30% MBE and 7% WBE. The vendor has scheduled the following firm(s):

Total MBE: 30%
Telamon Corporation
1000 E. 116th St.
Carmel, IN 46032
Ownership: Stan Chan

Total WBE: 7%
Archon Construction
563 South 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

\$6,308,375 FY23

\$6,308,375 FY24

Vendor Reimbursed by SLD (E-Rate Program)

\$6,573,810 FY23

\$6,573,810 FY24

Not to exceed \$25,764,370 for the two (2) 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.

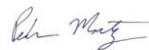
Contingent Liability - The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

Approved for Consideration:




CHARLES E. MAYFIELD
Interim Chief Procurement Officer

Approved:



PEDRO MARTINEZ
Chief Executive Officer

Approved as to Legal Form: 

JOSEPH T. MORIARTY
General Counsel