

**RATIFY AN AMENDMENT TO THE CONSOLIDATED AGREEMENT WITH
UNISYS CORPORATION FOR THE PURCHASE OF
SOFTWARE LICENSES AND MAINTENANCE SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Ratify an amendment to the consolidated agreement with Unisys Corporation for (a) software licensing fees in an amount not to exceed \$43,524.00 for a period of twelve months, and (b) software and hardware maintenance services in an amount not to exceed \$302,116.00 for a period of twelve months; the total aggregate cost not to exceed \$345,640.00. A written amendment to the consolidated agreement is currently being negotiated. No payment for the software licensing and software and hardware maintenance shall be made to Vendor prior to the execution of the written amendment. The authority granted herein shall automatically rescind in the event a written amendment is not executed within ninety (90) days of the date of this Board Report. Information pertinent to this amendment is stated below.

SPECIFICATION NO.: 00-250848

VENDOR: UNISYS Corporation
One East Wacker Drive
Chicago, Illinois 60601
Contact: Christopher J. Gonzalez
Telephone No. (312) 832-7284
Vendor No. 28507

USER: Office of Technology Services
125 South Clark Street, 3rd Floor
Chicago, Illinois 60603
Contact: Elaine L. Williams, Chief Technology Officer
Arlene Love, Deputy Chief Technology Officer -- Operations
Telephone No. (773) 553-1300

CONSOLIDATED AGREEMENT: The Consolidated Agreement dated November 1, 1997 (authorized by Board Report No. 97-1119-PR10), as amended by that certain Integration Services Amendment (Board Report No. 97-1119-PR10), DCP 600 and GS Equipment Lease and Relocation Date Amendment (Board Report No. 98-0622-PR14), Tape Library System Amendment (Board Report No. 98-0722-PR5), and Option to Purchase the Existing Server and Extend the Software Licensing Amendment (Board Report No. 00-1220-PR16) shall be amended as follows: software licensing fees and software and maintenance services shall be extended for a period of twelve (12) months beginning on February 1, 2001 and ending on January 31, 2002 for the hardware and software maintenance services for the Unisys ClearPath IX4802-3 and DCP, and a period of twelve (12) months beginning on June 1, 2001 and ending on May 31, 2002 for the DCP system software licenses.

SCOPE OF SERVICES: The hardware and software maintenance entitles the Board to 7x24 coverage, on-site hardware support, telephone software support, same day, four-hour response time. The license fee will allow the Board to use Unisys' proprietary software for the term of the license agreements.

DELIVERABLES: (1) hardware and software maintenance services for the Unisys ClearPath IX4802-3 and DCP, and (2) system software licenses DCP.

OUTCOMES: The software license will result in the continued use of the DCP software for a period of twelve (12) months; and the hardware and software maintenance agreements will result in the continued maintenance of the IX4802-4 ClearPath and the DCP for a period of twelve (12) months.

COMPENSATION: Vendor shall be paid one lump sum of \$43,524.00 for the license fees, and, upon invoicing, the quarterly sum of \$75,529.00 for the maintenance services. Total compensation not to exceed \$345,640.00.

AUTHORIZATION: Authorize the General Counsel to include other relevant terms and conditions in the amendment. Authorize the President and Secretary to execute the amendment. Authorize the Chief Technology Officer to execute all ancillary documents required to administer or effectuate this amendment.

AFFIRMATIVE ACTION: Vendor agrees to comply with and be bound by the provisions of the Revised Remedial Plan for Minority and Women Business Enterprise Economic Participation (M/WBE Plan).

LSC REVIEW: Local School Council approval is not applicable to this report.

FINANCIAL: Charge to Office of Technology Services: \$345,640.00 Fiscal Year: 2002
Budget Classification: 0960-210-000-7536-5470

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 July 26, 1995 (95-0726-EX3), as amended from time to time, shall be incorporated into and made a part of the agreement.

Ethics – The Board's Ethics Code adopted September 27, 1995 (95-0927-RU3), 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:

Approved:

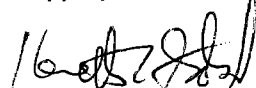


Natalye Paquin
Chief Purchasing Officer



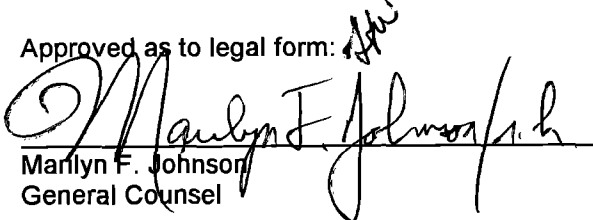
Paul G. Vallas
Chief Executive Officer

Within Appropriation:



Kenneth C. Gotsch
Chief Fiscal Officer

Approved as to legal form:



Marilyn F. Johnson
General Counsel