

September 25, 2002

**APPROVE ENTERING INTO AN AGREEMENT WITH
DELL FINANCIAL SERVICES L.P. FOR THE LEASE OF LAPTOP COMPUTERS**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve entering into an agreement with Dell Financial Services L.P. for the lease of laptop computers for use of CPS Staff in reporting Medicaid reimbursable services rendered to students with disabilities at an annual cost not to exceed \$761,405.60 for a total of \$2,284,216.80 over a three-year term. At the end of the three (3) year lease, employees to whom a laptop was assigned will have the option to purchase the laptop for \$289.33 at their own expense. Laptops not purchased by employees will be returned to the vendor. Vendor was selected on a non-competitive basis because of its ability to meet and/or exceed minimum specifications provided by the Office of Specialized Services in a timely fashion. A written agreement for the vendor is currently being negotiated. No goods may be ordered or received, 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 with 90 days of the date of the Board Report. Information pertinent to this agreement is stated below.

Specification No.: 02-250182

VENDOR: Dell Financial Services, L.P.
One Dell Way
RR Box 34
Round Rock, Texas 78682
Mr. Brett Felten
(773) 755-1130
Vendor No.: 44646

USER: Office of Specialized Services
125 S. Clark St 8th Fl.
Chicago, Illinois 60603
Contact Person: Ann Herrick (773) 553-3400

TERM: The term of the Dell Financial Service L.P. agreement shall commence on the date the agreement is signed and shall end thirty-six (36) months thereafter.

SCOPE OF SERVICES: In addition to the laptops, Dell Financial Services, L.P. will provide disk preparation, asset management assistance, technical support to users, and full warrantee and repair services, at no additional cost to the Board.

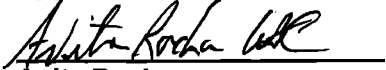
DELIVERABLES: Vendor will provide within sixty days of the signed agreement:

- 1600 laptop computers;
- a three (3) year, next day, on-site warranty;
- asset tagging and reporting;
- installation of an Office of Specialized Services imaged disk on each laptop prior to delivery;
- shipment to six regional sites and a central office location;
- setup of basic training classes if necessary for staff;
- a single account manager as a dedicated service representative;
- and twelve (12) months of service to assist in the rollout, education, and replacement of laptops on-site.

PRICES: Total leased price per unit for a three year period is \$1,427.64 which includes all deliverables. Employees may exercise the option to purchase the laptop at their own expense for \$289.33 at the end of the three year lease term.

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:



Anita Rocha
Acting Chief Purchasing Officer

Approved:



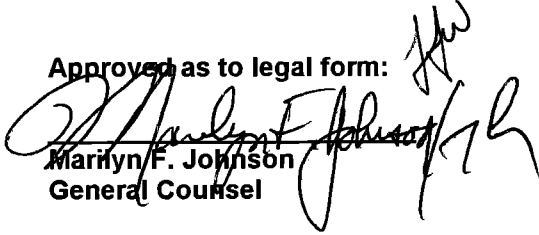
Arne Duncan
Chief Executive Office

Within Appropriation:



Kenneth C. Gotsch
Chief Fiscal Officer

Approved as to legal form:



Marilyn F. Johnson
General Counsel