

APPROVE THE RENEWAL OF THE AGREEMENTS WITH AT&T**THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:**

Approve the renewal of the agreements with AT&T as follows:

1. Approve the Renewal of the Existing Contract Tariff for Dedicated Access Services **Appendix A**
2. Approve the Renewal of the Agreement for Long Distance Telephone Services, Digital Link Local Service Authorization and Toll-Free 800 Services **Appendix B**

VENDOR: AT&T
 227 West Monroe, 3rd Floor
 Chicago, Illinois 60606
 Contact: Ernie Shafer
 Telephone No. (312) 230-6768
 Vendor No. 11912

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

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

AFFIRMATIVE ACTION: Pursuant to section 3.7 of the Revised Remedial Plan for Minority and Women Business Enterprise Contract Participation ("M/WBE Plan"), this Contract is *exempt* from review because it is for a non-competitive utility. **(Appendix A)**

This contract is in full compliance with the goals required by the Revised Remedial Plan for Minority and Women Business Enterprise Contract Participation (M/WBE Plan). The M/WBE participation goals for the contract include: 35% total MBE, 22% total African American, 10% total Hispanic, 2% total Asian and 5% total WBE. **(Appendix B)**

The vendor has identified and scheduled the following firms and percentages:

Total 35% MBE:

Total 22% African American:	
Professional Elevator	\$13,748.00 / 3.2%
1705 S. State St.,	Reapplied 12/12/02
Chicago, Illinois 60616	
Johnson & Associates	\$81,292.00 / 18.8%
223 W. Erie Street	Certified through 6/30/03
Chicago, Illinois 60610	
Total 11% Hispanic:	
United Building Maintenance	\$47,520.00
165 East Street	Certified through 5/31/03
Carol Stream, Illinois 60188	
Total 2% Asian:	
Environmental Systems	\$4,320.00 / 1%
175 W. Jackson Blvd.,	Reapplied 7/31/02
Chicago, Illinois 60604	
Systems Unlimited	\$4,320.00 / 1%
1350 W. Bryn Mawr	Certified through 5/31/03
Itasca, Illinois 60143	
Total WBE 5%	
Quality Telecommunications	\$21,600.00
9944 S. Roberts Road	Certified through 8/31/03
Palos Hills, Illinois 60465	

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

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.

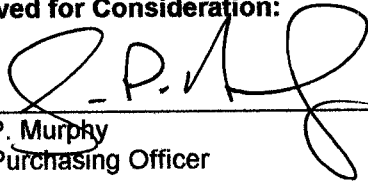
Conflicts – The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board members during the one year period following expiration or other termination of their 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.

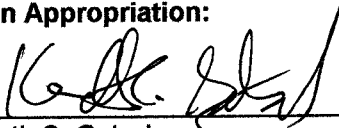
Contingent Liability – The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

Approved for Consideration:



Sean P. Murphy
Chief Purchasing Officer

Within Appropriation:



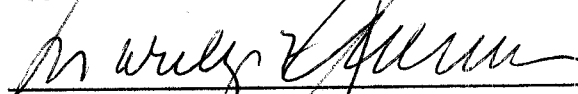
Kenneth C. Gotsch
Chief Fiscal Officer

Approved:



Arne Duncan
Chief Executive Officer

Approved as to Legal Form:



Marilyn F. Johnson
General Counsel

**APPROVE THE RENEWAL OF THE EXISTING CONTRACT TARIFF WITH
AT&T FOR DEDICATED ACCESS SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve the renewal of the existing Contract Tariff with AT&T for the providing of dedicated access services for the Office of Technology Services ("OTS"), at a cost not to exceed \$60,000.00 for a three (3) year renewal term, of which \$51,600.00 is eligible for, but not contingent upon, discounts in accordance with the guidelines and requirements of the Federal Government's Universal Services Program ("E-Rate"), at a cost to the Board not to exceed \$8,400.00 for the renewal period. A written renewal document is currently being negotiated. No payment shall be made to Vendor during the renewal term prior to the execution of the written document. The authority granted herein shall automatically rescind in the event a written renewal document is not executed within ninety (90) days of the date of this Board Report. Information pertinent to this renewal is stated below:

MASTER AGREEMENT: This Contract Tariff is subject to the terms of the Master Agreement effective as of October 15, 2001.

ORIGINAL AGREEMENT: The current Master Agreement (authorized by Board Report 01-1219-PR13) effective as of October 15, 2001, provides for unlimited renewal terms in one, two or three year increments, at an annual cost not to exceed \$20,000.00.

RENEWAL PERIOD: By mutual consent of the parties, this Contract Tariff is being renewed for an additional three (3) year period effective upon full execution of the written renewal document. The three-year renewal period is necessary to coincide with, and allow the Board's participation in, Year 6 and Year 7 of the E-Rate program (July 1, 2003 through June 30, 2005).

SCOPE OF SERVICES: During the renewal period, AT&T will provide dedicated access circuits to support long distance telephone service and optional local digital services for the CPS Central Service Center ("CSC"). The Contract Tariff applies to AccuNet T1.5 access and connections, multiplexing office functions and 1.544 Mbps local channel services and access coordination. The total value of this Contract Tariff will be billed in monthly invoices based on current tariff rates. Long distance calls generated by the CSC will be routed over the dedicated facilities and the usage will be billed at the lower "dedicated" rates per minute (rather than "switched"), as negotiated under the Uniplan contract, pursuant to Board Report 99-0324-PR16.

DELIVERABLES: During the renewal period, AT&T will provide the Board with dedicated access to long distance services for fiscal year 2004 and fiscal year 2005.

OUTCOMES: The Board will continue to receive dedicated access services for fiscal year 2004 and fiscal year 2005. Local calls generated by the CSC will continue to be routed over the dedicated facilities and usage will be billed at the lower "dedicated" rates per minute (rather than "switched"), as negotiated under the Uniplan contract. The negotiated long distance and dedicated access rates are expected to save the Board approximately \$40,000.00 annually.

COMPENSATION: AT&T shall be paid as follows for the renewal period: upon monthly invoicing, not to exceed the sum of \$60,000.00, of which is \$51,600.00 is eligible for, but not contingent upon, E-Rate discounts, at a cost to the Board not to exceed \$8,400.00 for the renewal period.

FINANCIAL: Charge to the Office of Technology Services: \$60,000.00

Budget Classification:	0960-552-000-1614-5430	\$20,000.00	FY04
	0960-552-000-1614-5430	\$20,000.00	FY05
	0960-552-000-1614-5430	\$20,000.00	FY06

**APPROVE THE RENEWAL OF THE EXISTING AGREEMENT WITH
AT&T FOR LONG DISTANCE TELEPHONE SERVICES,
DIGITAL LINK LOCAL SERVICE AUTHORIZATION AND TOLL-FREE 800 SERVICES**

Approve the renewal of the existing agreement with AT&T ("AT&T" or "Vendor") for long distance telephone services, digital link local service authorization and toll-free 800 services for the Office of Technology Services ("OTS") at a cost not to exceed \$432,000.00 for a two (2) year renewal term, of which \$371,520.00 is eligible for, but not contingent upon, discounts in accordance with the guidelines and requirements of the Federal Government's Universal Services Program ("E-Rate"), at a cost to the Board not to exceed \$60,480.00 for the renewal period. Vendor was selected pursuant to a duly advertised Request for Proposals (Specification No. 02-250217). A written renewal document is currently being negotiated. No payment shall be made to Vendor during the renewal term prior to the execution of the written document. The authority granted herein shall automatically rescind in the event a written renewal document is not executed within ninety (90) days of the date of this Board Report. Information pertinent to this renewal is stated below.

SPECIFICATION NO. 02-250217

ORIGINAL AGREEMENT: The original agreement dated April 5, 1999 (authorized by Board Report 99-0324-PR16) is for a twenty-four (24) month period commencing July 1, 1999 and ending June 30, 2001, with the Board having one option to renew for a one-year period. The Board exercised its option to renew (authorized by Board Report 01-0124-PR50) for a term commencing July 1, 2001. The Board approved a renewal of the agreement (authorized by Board Report 01-1219-PR13) for a term commencing July 1, 2002 and ending June 30, 2003.

RENEWAL PERIOD: By mutual consent of the parties, this agreement is being renewed for a two (2) year term commencing on July 1, 2003 and ending on June 30, 2005. The renewal period is necessary to coincide with, and allow for the Board's participation in, Year 6 and Year 7 of the E-Rate program. This contract renewal is being awarded pursuant to a duly advertised Request for Proposals (Specification No. 02-250217). This agreement shall have one (1) option to renew for a one (1) year period at a cost to be negotiated upon renewal.

SCOPE OF SERVICES: During the renewal period, AT&T will provide long distance telephone service for the existing Ameritech Centrex network to approximately 3,400 lines with an expansion capacity not to exceed 1,600 additional lines on a turn-key basis, including outbound, inbound and calling card traffic, multimedia, toll-free 800, international and intra-LATA calling services. Vendor will also provide local service upon the Board's request, monthly billing information in electronic format and billing management software for regular and *ad hoc* electronic usage reports.

DELIVERABLES: During the renewal period, Vendor will provide the Board with long distance services for fiscal year 2004 and fiscal year 2005.

OUTCOMES: Vendor's services shall result in the Board receiving long distance services for fiscal year 2004 and fiscal year 2005.

COMPENSATION: Vendor shall be paid during this renewal period as follows: Upon monthly invoicing, not to exceed the sum of \$432,000.00, of which \$371,520.00 is eligible for, but not contingent upon, E-Rate discounts, at a cost to the Board not to exceed \$30,240.00 in FY04 and \$30,240.00 in FY05, at an aggregate cost to the Board not to exceed \$60,480.00 for the renewal period.

FINANCIAL: Charge to the Office of Technology Services: \$432,000.00

Budget Classification:	0960-552-000-1614-5430	\$216,000.00 FY04
	0960-552-000-1614-5430	\$216,000.00 FY05