

**APPROVE EXERCISING THE THIRD OPTION TO EXTEND THE AGREEMENTS WITH DALY COMPUTERS
INC. & MICRO CITY FOR THE PURCHASE OF COMPUTER PERIPHERALS**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the third option to extend the agreements with Daly Computers, Inc. and Micro City for the purchase of computer peripherals for use by all area instructional office and central office departments and schools, at an aggregate cost for the option period not to exceed \$6,000,000.00. These contracts are subject to the Board's Strategic Sourcing Policy. Written documents exercising this option are currently being negotiated. No payment shall be made to any vendor during the option period prior to the execution of such vendor's written renewal agreement. The authority granted herein shall automatically rescind as to each vendor in the event a written document is not executed by such vendor within 90 days of the date of this Board Report. Information pertinent to this option is stated below.

SPECIFICATION NO: 00-250499

Contract Administrator: Charlita Fain 553-2259

VENDORS:

1. Micro City
2040 Corporate Lane
Naperville, IL 60563
Contact Person: Herb Steininger
Phone No. 630-395-2212
Vendor No. 49725

2. Daly Computers, Inc
7-1 Metropolitan Court
Gaithersburg, MD 20878
Contact Person: Diane L. Gasper
Phone No. 1-800-955-3529x358
Vendor No. 28322

USER: All schools, area instructional office, and central office Departments.
Contact Person: Charlita Fain – 773.553.2259

ORIGINAL AGREEMENTS: The original agreements are for one year (authorized by Board Report 00-0927-PR3) in the aggregate amount of \$6,000,000.00 commencing on the date of signature and ending 12 months thereafter with the Board having 3 options to renew for 1 year terms. The actual dates are January 24, 2001 and ending January 23, 2002 for Daly Computers and February 1, 2001 and ending January 31, 2002 for Micro City. The original agreements were extended for an additional one-year term in the aggregate amount of \$6,000,000.00 with all agreements ending on January 31, 2003 (authorized by Board Report 02-0123-PR2). The original agreements were further extended for an additional one-year term in the aggregate amount of \$8,000,000.00 with all agreements ending on January 31, 2004 (authorized by Board Report 02-1208-PR01). The original agreements were awarded on a competitive basis pursuant to a duly advertised RFP (Specification # 00-250499). Originally, a third vendor, Lansoft Systems was approved as a vendor for these services. However, the agreement with Lansoft is not being renewed because Lansoft failed to return renewal documentation in a timely manner.

OPTION PERIOD: The term of each agreement is being extended from February 1, 2004 through January 31, 2005.

OPTION PERIODS REMAINING: There are no options remaining.

SCOPE OF SERVICES: Vendors will continue to provide computer peripherals to schools, area instructional office, and central office departments. Users may purchase services at their option via requisition to Procurement and Contracts who will mail a purchase order to the Vendor. School purchases that exceed \$25,000 must be approved by the AIO. Central Office purchases over \$25,000 must be approved by the appropriate Chief.

DELIVERABLES: Vendors will continue to provide computer peripherals to all schools, area instructional office, and central office Departments of the CPS.

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

AFFIRMATIVE ACTION: Pursuant to Section 6.2 of the Revised Remedial Plan for Minority and Women Business Enterprise Contract Participation (M/WBE Plan), the Per Contract and Category Goals method for M/WBE participation will be utilized. Thus, contracts for subsequent vendors from the pool created by this contract will be subject to compliance reviews on a contract-by-contract basis. Aggregated compliance of the vendors in the pool will be reported on a monthly basis.

LSC REVIEW: Local School Council approval will be applicable for any school desiring to purchase the Peripherals.

FINANCIAL: Charge to various schools and departments
Fiscal Years: 2003-2005
Source of Funds: various

GENERAL CONDITIONS:

Inspector General – Each party to the agreement shall acknowledge that, in accordance with 105 ILCS5/35-13.1, 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.

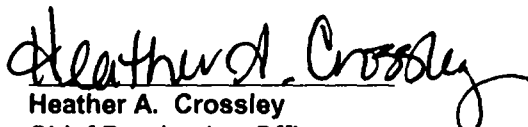
Conflicts – The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board member during the one year period following expiration or other termination of their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


Heather A. Crossley
Chief Purchasing Officer

Approved:


Arne Duncan
Chief Executive Officer

Within Appropriation:


John J. Maioroca
Chief Financial Officer

Approved as to legal form: 


Ruth Moscovitch
General Counsel