

APPROVE THE ANNUAL RENEWAL OF THE AGREEMENT WITH HEWLETT-PACKARD COMPANY FOR HARDWARE AND SOFTWARE MAINTENANCE SERVICES

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve the annual renewal of the agreement with Hewlett-Packard Company ("HP" or "Vendor") to provide hardware and software maintenance services to Information & Technology Services ("ITS") at a cost not to exceed \$556,778.83 for the renewal term. A written renewal for Consultant's services is currently being negotiated. No payment shall be made to Consultant during the renewal period prior to the execution of the written renewal 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 written renewal is stated below.

SPECIFICATION No.: 01-250313

CONSULTANT: Hewlett-Packard Company
2001 Butterfield Road, Suite 700
Downers Grove, IL 60515
Contact: Linda Barber
Telephone No.: (847) 895-0856
Vendor No. 46457

USER: Information & Technology Services
125 South Clark Street, 3rd Floor
Chicago, Illinois 60603
Contact: Robert W. Runcie, Chief Information Officer
Arshele Stevens, Director, Infrastructure
Telephone No. 773-553-1300

ORIGINAL AGREEMENT: The original agreement in the amount of \$230,790.28 (authorized by Board Report 01-1219-PR12, as amended by Board Report 02-0424-PR16) is for a term commencing October 1, 2001 and ending September 30, 2002. The agreement was renewed (authorized by Board Report 02-1120-PR05, as amended by Board Report 03-1119-PR10) for a term commencing October 1, 2002 and ending September 30, 2005. This agreement was subsequently renewed for a one-year term from October 1, 2005 and ending September 30, 2006 and authorized unlimited options to renew for one-year terms at an annual renewal cost not to exceed a 5% increase over the previous years' cost (authorized by Board Report 05-0928-PR8). The agreement was subsequently renewed for a one-year term from October 1, 2006 and ending September 30, 2007 (authorized by Board Report 06-0927-PR9). The original agreement was awarded on a non-competitive basis because this hardware and software is proprietary to HP and HP has the expertise to provide maintenance services to the Board.

RENEWAL TERM: This agreement shall be renewed for a term commencing October 1, 2007 and ending September 30, 2008.

SCOPE OF SERVICES: HP will continue to provide Support Plus 13 X 5 (M-F), 4 hour onsite, 2 hour OS Software Support Plus 24; 24X7X365 4 hour onsite, 2 hour OS Software, Proactive 24; 24X 7X 365, 4 hour onsite, 2 hour OS Software.

DELIVERABLES: HP will continue to provide hardware support to insure the proper operations of the HP UNIX and HP Jukebox. HP will also continue to provide software correction and enhancement for the HP Operating System.

OUTCOMES: The Board will have the necessary hardware and software support to ensure the proper functioning of the HP Operating Systems for the Oracle Financial Applications.

COMPENSATION: Consultant shall be paid upon invoicing; total compensation not to exceed \$556,778.83. This amount exceeds the 5% cap on increases over the previous year's cost due to maintenance payments for existing servers that came off of warranty. This cost was added to the maintenance cost.

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

AFFIRMATIVE ACTION: The M/WBE goals for this contract include:

35% total MBE

The Vendor's strategy to reach compliance with the goals required by the Remedial Program for Minority and Women Business Enterprise Contract Participation with Indirect utilization of the following firms. The Vendor will also offer its HP Scholar Program to CPS students with an interest in technology.

35% total MBE

PACE Certified by the City of Chicago

Novanis Certified by the State of Illinois

FINANCIAL: Charge to Information & Technology Services: \$556,778.83	
Budget Classification No.: 12540-230-56105-266406-000000	\$417,584.12 FY 08
12450-230-56105-266406-000000	\$139,194.71 FY 09

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 June 23, 2004 (04-0623-PO4), as amended from time to time, shall be incorporated into and made a part of the agreement.

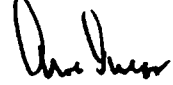
Contingent Liability – The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

Approved for Consideration:



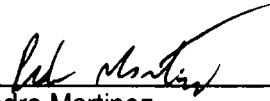
Heather A. Obora
Chief Purchasing Officer

Approved:



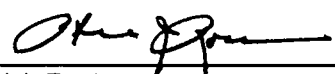
Arne Duncan
Chief Executive Officer

Within Appropriation:



Pedro Martinez
Chief Financial Officer

Approved as to Legal Form: 



Patrick Rocks
General Counsel