

**APPROVE EXERCISING THE REMAINING TWO OPTIONS TO RENEW THE AGREEMENT WITH  
AT&T MOBILITY F/K/A CINGULAR WIRELESS LLC FOR CELLULAR, CELLULAR/RADIO, AND  
WIRELESS TELECOMMUNICATION SERVICES AND EQUIPMENT**

**THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:**

Approve exercising the remaining two options to renew the agreement with AT&T Mobility National Accounts, LLC f/k/a Cingular Wireless LLC, to provide cellular, cellular/radio, and wireless telecommunications services and equipment for Chicago Public Schools' Information & Technology Services ("ITS"), at a cost not to exceed \$2,457,104.60, for a two year term, of which approximately \$1,891,104.60 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"). Of the \$1,891,104.60 eligible E-Rate services or products, approximately \$1,626,399.96 is the discounted portion of eligible E-Rate services or products to be funded by the School and Libraries Division of the Universal Service Administrative Company ("SLD/USAC"). The Board shall only be responsible for the non-discounted portion of E-Rate eligible service or products and the cost of ineligible services or products, which shall not exceed \$830,754.64. AT&T Mobility acquired the complete wireless telecommunications services of Cingular Wireless LLC in approximately July of 2007 and is the successor in interest of Cingular Wireless LLC. A written document exercising these options is currently being negotiated. No payment shall be made to AT&T Mobility prior to the execution of the written document. The authority granted herein shall automatically rescind in the event a written document is not executed within 90 days of the date of this Board Report. Information pertinent to these options is stated below.

**VENDOR:** AT&T Mobility National Accounts, LLC d/b/a AT&T Mobility  
7229 Parkway Drive  
Hanover, MD 20176  
Contact: Margaret Snyder  
Telephone No.: (312) 961-3247  
Vendor No. 59509

**USER:** Information & Technology Services  
125 South Clark Street, 3rd Floor  
Chicago, IL 60603  
Contact: Robert Runcie, Chief Information Officer  
Katie Zalewski, Telecommunications Director  
Telephone No.: (773) 553-1300

**ORIGINAL AGREEMENT:** The original agreement (authorized by Board Report # 06-1115-PR4) in the amount of \$3,172,952.60, was for a term commencing July 1, 2006, and ending June 30, 2009, with the Board having two options to renew for a term of one year each at a cost to be negotiated at the time of renewal. The original agreement was awarded on a competitive basis pursuant to Board Rule 5-4.1.

**OPTION PERIOD:** The term of this agreement is being extended for two years, commencing July 1, 2009, and ending June 30, 2011.

**OPTION PERIODS REMAINING:** There are no remaining options to renew.

**SCOPE OF SERVICES:** AT&T Mobility will continue to provide the Board with analog, digital, Global System for Mobile Communications (GSM), General Packet Radio Services (GPRS) and other third or fourth generation cellular, cellular/radio, data and wireless telecommunications services, including cellular and wireless telephone equipment and accessories, for approximately 1,600 current users and future users. The Board currently averages approximately 370,000 minutes of cellular usage per month. In addition, 280 users are voice/data users who utilize Blackberry or Blackjack data services. It is estimated that approximately 600 Principals will be upgrading their current cellular phone to a Blackjack data unit in FY09 increasing the total data units to 880 users.

**DELIVERABLES:** AT&T Mobility will continue to provide the Board with cellular, cellular/radio, and wireless telecommunication services and equipment through the end of fiscal year 2011.

**OUTCOMES:** AT&T Mobility's services will result in the Board having continuous cellular, cellular/radio, and wireless telecommunications services and equipment through the end of fiscal year 2011.

**COMPENSATION:** AT&T Mobility shall be paid as follows: Upon monthly invoicing, at a cost not to exceed \$2,457,104.60 for the renewal term, of which approximately \$1,891,104.60 is eligible for, but not contingent upon, E-Rate discounts, at a cost to the Board not to exceed \$830,754.64. Services and equipment requested and funded via the Board's 124 funding mechanism shall not exceed \$200,000.00 annually and are included in the not to exceed cost to the Board.

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

**AFFIRMATIVE ACTION:** This contract is in full compliance with the goals required by the Remedial Plan for minority and Women Business Enterprise Contract Participation (m/WBE Plan). The M/WBE participation goals for this contract include 26% total MBE and 5% total WBE.

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

**Total 26% MBE:**

KJM Commercial Services, Inc.  
1935 S. Plum Grove, Suite #131  
Palatine, IL 60067

**Total 5%WBE:**

Kayhan International  
1475 E. Woodfield Road, Suite #104  
Schaumburg, IL 60173

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

**FINANCIAL:**

		FY10	FY11	TOTAL
<b>Annual eligible</b>		\$945,552.30	\$945,552.30	\$1,891,104.60
	<b>CPS-14%</b>	\$132,377.32	\$132,377.32	\$264,754.64
	<b>SLD-86%</b>	\$813,174.98	\$813,174.98	\$1,626,349.96
<b>Annual InEligible</b>		\$83,000.00	\$83,000.00	\$166,000.00
<b>Annual Ineligible-124 Funds</b>		<u>\$200,000.00</u>	<u>\$200,000.00</u>	<u>\$400,000.00</u>
		\$1,228,552.30	\$1,228,552.30	\$2,457,104.60
<b>CPS PAYS</b>	<b>12540-230-54405-254501-000000</b>	\$215,377.32	\$215,377.32	\$430,754.64
<b>CPS PAYS</b>	<b>12510-124-54405-254501-169400</b>	\$200,000.00	\$200,000.00	\$400,000.00
<b>SLD PAYS</b>		<u>\$813,174.98</u>	<u>\$813,174.98</u>	<u>\$1,626,349.96</u>
		\$1,228,552.30	\$1,228,552.30	\$2,457,104.60

**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.

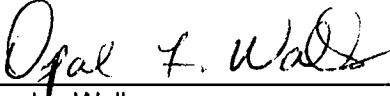
**Conflicts** – The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of or the letting of contracts to, former Board members during the one-year period following expiration or other termination of their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

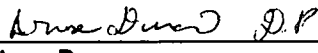
**Ethics** – The Board's Ethics Code adopted June 23, 2004 (04-0623-P04), as amended from time to time shall be incorporated into and made a part of the agreement.

**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).

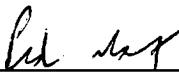
**Approved for Consideration:**

  
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Opal F. Walls  
Chief Purchasing Officer

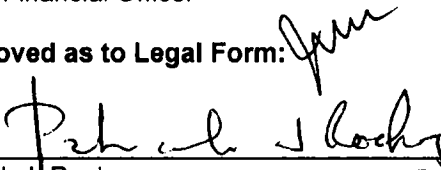
**Approved:**

  
\_\_\_\_\_  
Arne Duncan  
Chief Executive Officer

**Within Appropriation:**

  
\_\_\_\_\_  
Pedro Martinez  
Chief Financial Officer

**Approved as to Legal Form:**

  
\_\_\_\_\_  
Patrick J. Rocks  
General Counsel

*June*

