

**APPROVE EXERCISING THE FIRST OPTION TO RENEW AGREEMENTS WITH VARIOUS VENDORS
AND LEASING AGENTS FOR THE PURCHASE AND LEASE OF DESKTOP AND LAPTOP
COMPUTERS, AND ASSOCIATED SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the first option to renew agreements with various vendors and leasing agents for the purchase and lease of desktop and laptop computers, and associated services for all schools, including charter schools, chief area offices, and departments, at an aggregate cost for the option period not to exceed \$30,000,000.00. These agreements are subject to the Board's Strategic Sourcing Policy. Written renewal agreements are currently being negotiated. No payment shall be made to any vendor prior to the execution of their written renewal agreement. The authority granted herein shall automatically rescind as to each vendor in the event their written agreement is not executed within 90 days of the date of this Board Report. Information pertinent to these options is stated below.

Specification Number : 07-250047

Contract Administrator : Holloway, Mr. Craig A / 773-553-2250

USER INFORMATION :

Contact:

12510 - Information & Technology Services

125 South Clark Street - 3rd Floor

Chicago, IL 60603

Stevens, Miss Arshele C

773-553-1300

Project

Manager:

12510 - Information & Technology Services

125 South Clark Street - 3rd Floor

Chicago, IL 60603

Mcphearson, Mr. Anthony Lavelle

773-553-1300

ORIGINAL AGREEMENT

The original Agreements (authorized by Board Report 08-0625-PR4, as amended by Board Reports 11-0126-PR1 and 11-0323-PR1) in the amount of \$85,000,000.00 were for a term commencing July 1, 2008 and ending June 30, 2011, with the Board having two options to renew for one year terms. The original agreements were awarded on a competitive basis pursuant to Board Rule 5-4-1.

OPTION PERIOD

The term of each agreement is being extended for one year commencing July 1, 2011 and ending June 30, 2012.

OPTION PERIODS REMAINING

There is one option period for one year remaining.

SCOPE OF SERVICES

Vendors will continue to provide desktop and laptop computers and associated installation, configuration, extended warranty, and maintenance services. Schools, chief area offices, and central office departments may purchase equipment and services at their option via requisition to the Office of Procurement and Contracts, which will mail a purchase order to the vendor. Schools, area instructional offices, and central office departments may lease equipment at their option via the technology leasing program, by contacting the 3-EXCL Service Desk. School purchases that exceed \$24,999.00 must be approved by the area instructional officer. Within central office, the respective chief officer must approve purchases over \$25,000.00. Charter schools may purchase equipment and services at their option pursuant to the terms and conditions of the agreement(s) by issuing their own purchase order(s) to vendors. The Board shall not be liable for the failure of any Charter School to pay any invoices, costs, chargers, and/or fees billed by vendors to the Charter School. The Charter School will solicit product information and acquire equipment and services directly from the vendors. The Charter School shall be responsible for the payment of all invoices, costs, charges, and fees billed by the vendors to the Charter School.

DELIVERABLES

Vendors will continue to provide desktop and laptop computers and associated installation, configuration, extended warranty and maintenance services.

COMPENSATION

The prices for the purchase and/or leasing of the equipment shall be in accordance with the price lists included in each vendor's original agreement. The total compensation to be paid to all vendors during the option period shall not exceed \$30,000,000 in the aggregate.

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 renewal agreements. Authorize the Chief Purchasing Officer and Chief Information Officer or their designee to execute leasing schedules, acceptance certificates, and all ancillary documents required to administer or effectuate these renewal agreements.

AFFIRMATIVE ACTION

Pursuant to Section 6.2 of the Remedial Plan for Minority and Women Business Enterprise Contract Participation (M/WBE Plan), the Category Goals method for M/WBE participation will be utilized. Aggregated compliance of the vendors in the pool will be reported on a quarterly basis. The M/WBE participation goals for this contract include:
15% total MBE and 10% total WBE.

The following lists of vendors have been identified and are scheduled to provide the M/WBE participation:

MBE

KBS Computer Services
Smart Technology Services

WBE

Computerland Downers Grove
A. Alva Rosales & Associates, Ltd.

LSC REVIEW

Local School Council approval is not applicable to this report.

FINANCIAL:

Charge to various schools and departments Fiscal Years: 2011-2012
Budget Classification:
53405-Supplies
55005-Equipment

56105-Services/Repair Contracts

54105-Contractual Services

Fund Classification: Various funds, including 331 Federal Title I - 2009 Stimulus (ARRA)

CFDA#: Not Applicable

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.

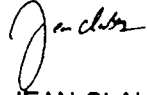
Contingent Liability - The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

Approved for Consideration:



OPAL L. WALLS
Chief Purchasing Officer

Approved:



JEAN-CLAUDE BRIZARD
Chief Executive Officer

Within Appropriation:



MELANIE A. SHAKER
Interim Chief Financial Officer

Approved as to Legal Form:



PATRICK J. ROCKS
General Counsel

- 1) Vendor # 23266
APPLE COMPUTER INC
1 INFINITE LOOP
CUPERTINO, CA 95014
Ewa Kalma
312-939-8969

Hardware Vendor

- 2) Vendor # 44646
DELL MARKETING L.P.
1 DELL WAY, MAIL STOP 8707
ROUND ROCK, TX 78682
Diane Wigington
888-977-3355

Hardware Vendor

- 3) Vendor # 67039
LENOVO
913 S.I-OKA AVE
MT. PROSPECT, IL 60056
Sam Mekky
847-814-3382

Hardware Vendor

- 4) Vendor # 14600
DELL FINANCIAL SERVICES - LEASING
12234 N .IH35 BLDG. B
AUSTIN, TX 78753
Brad Webster
800-455-3355

Leasing Agent