

**AUTHORIZE LEASE PAYMENTS TO DELL FINANCIAL SERVICES – LEASING
FOR EXISTING DESKTOP AND LAPTOP COMPUTER LEASES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Authorize lease payments to Dell Financial Services – Leasing for existing desktop and laptop computers currently being leased by the Board for all schools, including charter schools, network offices, and departments at a cost not to exceed \$7,900,000.00. The current lease agreement with Dell Financial Services – Leasing will expire on October 31, 2012. The Board will need to continue making annual lease payments to Dell Financial Services – Leasing for the desktop and laptop computers under the lease schedules that were executed prior to the end date of the current lease agreement. No new written agreement is required for the lease payments. The terms and conditions of the lease agreement will be extended and continue in full force and effect even though the time period of such lease schedules may extend beyond the term of the lease agreement. Information pertinent to the leases payments is stated below.

Contract Administrator : Sinnema, Mr. Ethan Cedric / 773-553-2280

VENDOR:

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

USER INFORMATION:

Contact: 12510 - Information & Technology Services
125 South Clark Street - 3rd Floor
Chicago, IL 60603
Foster, Mr. Belvie J
773-553-1300

PAYMENT PERIOD: Lease payments to Dell Financial Services – Leasing are authorized for four (4) years and eight (8) months, commencing November 1, 2012 and ending June 30, 2017.

CONTRACT DESCRIPTION: The original agreement for the purchase and lease of desktop and laptop computers (authorized by Board Report #08-0625-PR4) in the amount of \$85,000,000.00 was for a term commencing July 1, 2008 and ending June 30, 2011 (amended by Board Report #'s 09-1216-PR10, 11-0126-PR1 and 11-0323-PR1), with the Board having two (2) options to renew for one (1) year terms. The first option was renewed under Board Report #11-0622-PR17 in the amount of \$30,000,000.00. The second option was renewed under Board Report #12-0627-PR37 (amended by Board Report #12-0925-PR12) in the amount of \$10,250,000.00 for a term commencing July 1, 2012 and ending October 31, 2012. There are no option periods remaining.

OUTCOMES: This board report allows the Department of Information & Technology Services to continue to make annual lease payments upon their due dates for currently leased desktop and laptop computers until June 30, 2017. There will be no new leased computer equipment acquired through this board authority.

COMPENSATION: Total lease payments to Dell Financial Services - Leasing during the payment period shall not exceed \$7,900,000.00.

AUTHORIZATION: The Chief Procurement Officer is authorized to direct payments to be made to Dell Financial Services – Leasing as necessary.

AFFIRMATIVE ACTION:

Pursuant to section 5.2.4 of the Remedial Program for M/WBE's in Goods and Services contracts, the lease payments are exempt from MBE/WBE compliance review, as it simply allows for the Board to continue to make annual lease payments upon their due dates for currently leased equipment.

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Charge to various schools and departments: Fiscal years 2013-2017

Budget Classification:

55005 - Equipment

Fund Classification: Various Funds

Future year funding is contingent upon budget appropriation and approval.

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 May 25, 2011 (11-0525-PO2), 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:



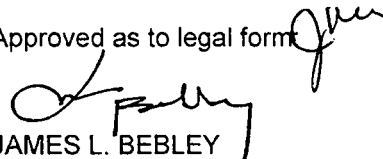
SÉBASTIEN de LONGEAUX
Chief Procurement Officer

Approved:



BARBARA BYRD-BENNETT
Chief Executive Officer

Approved as to legal form



JAMES L. BEBLEY
General Counsel