

**AUTHORIZE A NEW AGREEMENT WITH VION CORPORATION FOR DATA CENTER SERVICES****THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:**

Authorize a new agreement with VION Corporation to provide Data Center Services to the Department of Information Technology Services at an estimated annual cost set forth in the compensation section of this report. Vendor was selected on a competitive basis pursuant to Board Rule 7-2. A written agreement for Vendor's services is currently being negotiated. No services shall be provided by Vendor and no payment shall be made to Vendor prior to execution of their written agreement. The authority granted herein shall automatically rescind in the event their written agreement is not executed within 90 days of the date of this Board Report. Information pertinent to this agreement is stated below.

Specification Number : 14-250015

Contract Administrator : Sinnema, Mr. Ethan Cedric / 773-553-3295

**VENDOR:**

- 1) Vendor # 52926  
VION CORPORATION  
196 VAN BUREN STREET, STE 300  
HERNDON, VA 20170  
Robert Bryar  
571 353-6000

**USER INFORMATION :**

Project  
Manager: 12510 - Information & Technology Services  
  
125 South Clark Street - 3rd Floor  
  
Chicago, IL 60603  
  
Wagner, Mr. Edward Joseph  
  
773-553-1281

**TERM:**

The term of this agreement shall commence on September 1, 2014 and shall end December 31, 2019. This agreement shall have one (1) option to renew for a period of five (5) years.

**EARLY TERMINATION RIGHT:**

The Board shall have the right to terminate this agreement with 30 days written notice.

**SCOPE OF SERVICES:**

The vendor will provide services for the location of the Board's primary data center to a facility within fifty (50) miles of the City of Chicago. The facility will provide a secure dedicated cage that is approximately 1,100 square feet and will require approximately 250kW of power per month. The facility shall deliver technical space, power, cooling, fire protection, security and connectivity to ensure a fail-safe 24 by 7 computing site.

**DELIVERABLES:**

- The vendor will locate all equipment from the Board's current data center to their facility.
- The vendor's facility shall provide a dedicated secure cage that is approximately 1,100 square feet and must be secured by a key card system. The cage will require approximately 250kW of power per month to feed up to 45 cabinets of server, network and storage equipment.
- The vendor's facility shall provide space, power, cooling, fire protection, security and connectivity to ensure a fail-safe 24 by 7 computing site. This data center will serve as hot site with live production systems that run the Board's line of business applications such as Student Information, Gradebook, Oracle Financials, Enterprise Dashboard and the main public facing website.

**OUTCOMES:**

- The location of the Board's equipment in the current data center to the vendor's facility.
- The vendor's facility will provide a higher level of security than the Board's current data center.
- Annual maintenance costs (power, repairs, etc) will be lower in the vendor's facility compared to the Board's current data center.

**COMPENSATION:**

Vendor shall be paid per the agreement annually as specified below.

Estimated annual costs for the five year term are as follows:

- \$1,650,000.00, FY15
- \$1,100,000.00, FY16
- \$1,100,000.00, FY17
- \$1,100,000.00, FY18
- \$1,100,000.00, FY19
- \$550,000.00, FY20

**REIMBURSABLE EXPENSES:**

None.

**AUTHORIZATION:**

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

**AFFIRMATIVE ACTION:**

This agreement is in full compliance with the goals required by the Remedial Program for Minority and Women Owned Business Enterprise Participation in Goods and Services Contracts. The MBE/WBE goals assigned to this agreement are: 15% total MBE and 5% total WBE participation.

The Vendor has scheduled the following participation:

Total MBE - 15%  
Level-1 Global Services  
22 West Washington St., Suite 1500  
Chicago, Illinois 60602

Total WBE - 5%  
Advantech Solutions  
23405 South Arlington Heights Road  
Arlington Heights, Illinois 60005

**LSC REVIEW:**

Local School Council approval is not applicable to this report.

**FINANCIAL:**

Funds: 115 and Capital Funds  
Information Technology Services, 12510  
\$1,650,000.00, FY15  
\$1,100,000.00, FY16  
\$1,100,000.00, FY17  
\$1,100,000.00, FY18  
\$1,100,000.00, FY19  
\$550,000.00, FY20  
Not to exceed: \$6,600,000.00  
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:



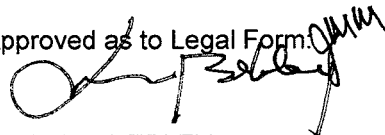
SÉBASTIEN de LONGEAUX  
Chief Procurement Officer

Approved:



BARBARA BYRD-BENNETT  
Chief Executive Officer

Approved as to Legal Form:



JAMES L. BEBLEY  
General Counsel