

14-1119-PR11

**AUTHORIZE THE FINAL RENEWAL AGREEMENTS WITH FOUR VENDORS FOR THE PURCHASE AND/OR LEASE OF NETWORK SERVERS**

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

Authorize the final renewal agreements with four vendors for the purchase and/or lease of network servers for use by all schools, networks, and central office departments at an estimated annual cost set forth in the Compensation Section of this report. Written documents exercising this option are currently being negotiated. No payment shall be made to any Vendor during the option period prior to execution of their written document. The authority granted herein shall automatically rescind as to each Vendor in the event their written document is not executed within 90 days of the date of this Board Report. Information pertinent to this option is stated below.

Specification Number : 10-250057

Contract Administrator : Solomon, Mr. Alex M / 773-553-2280

**USER INFORMATION :**

Project  
Manager: 12510 - Information & Technology Services  
  
125 South Clark Street - 3rd Floor  
  
Chicago, IL 60603  
  
Marchewka, Mr. Edward J.  
  
773-553-1300

**ORIGINAL AGREEMENT:**

The original Agreements (authorized by Board Report #11-0223-PR4 as amended by Board Report 11-1214-PR7) in the amount of \$4,650,000.00 were for a term commencing upon execution and ending June 30, 2012, with the Board having four (4) options to renew for one (1) year terms each. The agreements were renewed with the first option (authorized by Board Report #12-0627-PR26) for a term commencing July 1, 2012 and ending June 30, 2013. The agreements were renewed with the second option (authorized by Board Report #13-0522-PR9) for a term commencing July 1, 2013 and ending June 30, 2014. The agreements were renewed with the third option (authorized by Board Report #14-0528-PR22) for a term commencing July 1, 2014 and ending June 30, 2015. The original agreements were awarded on a competitive basis pursuant to Board Rule 7-2.

**OPTION PERIOD:**

The term of each agreement is being renewed for one (1) year commencing on July 1, 2015 and ending June 30, 2016.

**OPTION PERIODS REMAINING:**

There are no option periods remaining.

**SCOPE OF SERVICES:**

Vendors will continue to provide Dell, Cisco, and Hitachi servers and associated installation, configurations, extended warranty and maintenance service. Schools, network offices, and central office departments shall purchase equipment at their option via requisition to the Department of Procurement, abiding by current procurement processes. School purchases shall be consistent with school

improvement plans (S.I.P). School-based purchases that exceed \$25,000 must be approved by the corresponding Network Chief. In the Central Office, purchases over \$25,000.00 must be approved by the Chief of the appropriate department and the Chief Information Officer.

**DELIVERABLES:**

Vendors will continue to provide the following deliverables meeting the Board's specified requirements under the agreements; reporting (all reports accessible online, in a downloaded form and hard copy); equipment management asset and order tracking; service level agreements (SLA) and implementation of agreed upon SLA's; installation and configuration of equipment; incident management and onsite maintenance services for all designated equipment.

**OUTCOMES:**

These agreements will result in the ability to purchase and/or lease network servers and associated accessories for existing and new applications.

**COMPENSATION:**

Vendors shall be paid during this option period as follows: Based on the unit prices contained in each of their individual agreements.

Estimated annual costs for this option period are set forth below:

FY 16, \$4,100,000

**AUTHORIZATION:**

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

**AFFIRMATIVE ACTION:**

The M/WBE goals for this agreement include 10% total MBE and 5% total WBE participation. However, pursuant to the Remedial Program for Minority and Women Owned Business Enterprise Participation in Goods and Services Contracts, the aggregated method for M/WBE compliance will be utilized. Thus, orders for subsequent vendors from the pool created by this agreement will be subjected to aggregated compliance reviews and monitored on a quarterly basis.

**LSC REVIEW:**

Local School Council approval is not applicable to this report.

**FINANCIAL:**

Fund: 115 and 230

FY 16, \$4,100,000

Not to exceed: \$4,100,000

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:



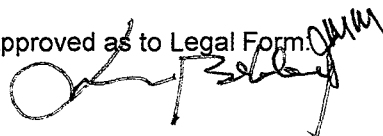
SÉBASTIEN de LONGEAUX  
Chief Procurement Officer

Approved:



BARBARA BYRD-BENNETT  
Chief Executive Officer

Approved as to Legal Form.



JAMES L. BEBLEY  
General Counsel

1)

Vendor # 44646  
DELL MARKETING L.P.  
1 DELL WAY, MAIL STOP 8707  
ROUND ROCK, TX 78682  
Angela Woods  
888 977-3355

2)

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

3)

Vendor # 21472  
SENTINEL TECHNOLOGIES, INC.  
2550 WARRENVILLE ROAD  
DOWNS GROVE, IL 60515  
Brian Osborne  
630 769-4325

4)

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