

January 27, 2016

AUTHORIZE A NEW AGREEMENT WITH MITEL NETWORKS INC. FOR WIRING, CABLING, VOICE MAINTENANCE, AND SUPPORT SERVICES

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Authorize a new agreement with Mitel Networks Inc. to provide wiring, cabling, voice network maintenance, and related support services to schools and departments 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 the execution of their written agreement. The authority granted herein shall automatically rescind in the event a written agreement is not executed within 120 days of the date of this Board Report. Information pertinent to this agreement is stated below.

Specification Number : 15-350043

Contract Administrator : Pincombe, Ms. Charley C / 773-553-2280

VENDOR:

- 1) Vendor # 37538
MITEL NETWORKS INCORPORATED
1146 NORTH ALMA SCHOOL ROAD
MESA, AZ 85201
Peter Cosme
312 479-9032

Ownership: 100% Mitel Us Holdings Inc.

USER INFORMATION :

Project
Manager: 12510 - Information & Technology Services

42 West Madison Street

Chicago, IL 60602

Zalewski, Miss Kathryn Lucille

773-553-1300

TERM:

The term of this agreement shall commence on July 1, 2016 and shall end June 30, 2019. This agreement shall have two options to renew for periods of one year each.

EARLY TERMINATION RIGHT:

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

SCOPE OF SERVICES:

Vendor is to provide maintenance, monitoring, and support services for our District-wide phone systems, including all related hardware and software as well as wiring and cabling for our voice and data networks. Services are to include (1) repair and replacement of broken voice systems and supporting components;

(2) phone system and voice mail programming services; (3) call center programming and support services; (4) 24x7x365 phone system monitoring to ensure availability; (5) upgrades to dated system components such as older handsets or switches; (6) complete phone system installations for new construction or one-time initiatives; (7) installation of wiring, cabling, and electrical services to support the voice and data networks; (8) repair and replacement of broken voice or data cabling and related equipment; (9) upgrades to dated voice system components such as older systems, handsets, or switches; and, (10) move, add, and change requests for phone handsets, numbers, and call trees.

DELIVERABLES:

Vendor will provide maintenance, monitoring, and support services for our District-wide phone systems, including all related hardware and software as well as wiring and cabling for our voice and data networks.

OUTCOMES:

Vendor's services will result in maintenance and monitoring of key voice communications systems and equipment, vital to the operations of schools and administrative offices.

COMPENSATION:

Vendor shall be paid via a combination of fixed monthly fees and time and materials services, at an aggregate cost not to exceed \$15,700,000 over the three year term.

Estimated annual costs for the three year term are set forth below:

- \$5,230,000, FY17
- \$5,230,000, FY18
- \$5,230,000, FY19

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 for this agreement are 35% total MBE and 5% total WBE participation.

The vendor has identified the following participation:

Total MBE - 35%

Quantum Crossings, LLC
111 East Wacker Drive, Suite 990
Chicago, Illinois 60601
Ownership: Roger Martinez

Total WBE - 5%

Phoenix Business Solutions LLC
12543 S. Laramie Avenue
Alsip, Illinois 60803
Ownership: Peggy Hrindak

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Fund 115, Unit 12510

\$5,230,000, FY17

\$5,230,000, FY18

\$5,230,000, FY19

Not to exceed \$15,700,000 for the three year term. 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.

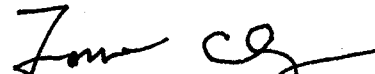
Contingent Liability - The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

Approved for Consideration:



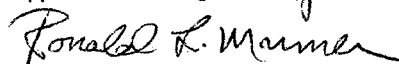
SÉBASTIEN de LONGEAUX
Chief Procurement Officer

Approved:



FORREST CLAYPOOL
Chief Executive Officer

Approved as to Legal Form: 



RONALD L. MARMER
General Counsel