

**AUTHORIZE THE FIRST RENEWAL AGREEMENTS WITH VARIOUS VENDORS FOR VIRTUAL  
LEARNING ONLINE COURSES**

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

Authorize the first renewal agreements with various vendors to provide Virtual Learning Online Courses to schools at an estimated cost of \$2,500,000 for this option period. 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.

Contract Administrator : Hayes, Ms. Deirdre N / 773-553-2280

**VENDOR:**

- 1) Vendor # 98804  
APEX LEARNING, INC.  
1215 FOURTH AVENUE, STE 1500  
SEATTLE, WA 98161  
  
Michelle Butler  
206 381-5600  
  
Ownership: Mk Capital 55.3%, Warburg  
Pincus 21.5%, Employees 23.2%
  
- 2) Vendor # 10126  
EDMENTUM, INC DBA EDMENTUM  
HOLDINGS, INC  
5600 W. 83RD STREET., STE 300 8200  
TOWER  
BLOOMINGTON, MN 55437  
  
Michael Ensign  
800 447-5286  
  
Ownership: Edmentum Holdings, Inc 100%

- 3) Vendor # 16326  
Edgenuity, Inc.  
8860 EAST CHAPARRAL ROAD, STE 100  
SCOTTDALE, AZ 85250

Greg Bishop  
480 423-0118 X1122

Ownership: Weld North Education, Llc -  
100%

**USER INFORMATION :**

Contact:

10810 - Teaching and Learning Office

42 West Madison Street

Chicago, IL 60602

McDade, Miss Latanya Danett

773-553-1216

Project

Manager:

11551 - Instructional Supports

42 West Madison Street

Chicago, IL 60602

McClary, Ms. Deneice M

773-553-3816

**ORIGINAL AGREEMENT:**

The original Agreements (authorized by Board Report 15-1216-PR1) in the amount of \$3,000,000 are for a term commencing January 1, 2016 and ending December 31, 2017, with the Board having two (2) options to renew, each for a two (2) year term. 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 two (2) years commencing January 1, 2018 and ending December 31, 2019.

**OPTION PERIODS REMAINING:**

There is one (1) option period for a period of two (2) years remaining.

**SCOPE OF SERVICES:**

Vendors will continue to provide online courses as part of a key strategy to ensure that students can have anytime access to CPS high school graduation courses and requirements. Enrollment will be based upon school and student needs. CPS students will use online courses to fulfill core course requirements, elective course requirements, Advanced Placement courses, credit recovery courses and Advanced Placement Exam Review. Online courses will be offered to students in grades 7-12 for any or all of the following reasons; to make up a course that they have failed: to complete a course requirement for a

course that is not offered at their current or former school; to complete a course that conflicts with their schedule; to attain credit for graduation requirements; to have access to advanced level courses; and to provide short-term educational content and skills instruction during periods of transition, illness or other temporary school enrollment scenarios. The CPS Virtual Learning Program currently works in conjunction with several CPS departments to offer the best use of online learning to provide a valuable option to meet student need.

**DELIVERABLES:**

Vendors will continue to provide:

1. High quality and engaging online coursework that is aligned with Illinois State Learning Standards (<http://www.isbe.net/ils/default.htm>) and Common Core State Standards ([http://www.isbe.net/common\\_core/default.htm](http://www.isbe.net/common_core/default.htm))
2. Appropriate staff & communication in a timely manner
3. Training, monitoring, data reporting and course implementation & support
4. Performance and account management and measurable performance objectives as outlined in their scopes of service

**OUTCOMES:**

Vendors outcomes will continue to be measured based on the Key Performance Indicators (KPIs) for the Virtual Learning Program which include, but are not limited to:  
Percentage of students who complete courses  
Percentage of students who recover or attain course credit with online courses  
Number of students who meet graduation requirements and graduated upon completion of online courses with the Virtual Learning Program and  
Number of students who are back on track to graduate upon completion of program/courses with the Virtual Learning Program

**COMPENSATION:**

Vendors shall be paid during this option period as set forth in their renewal agreement; estimated costs for the option period are set forth below:  
\$600,000 FY18  
\$1,300,000 FY19  
\$600,000 FY20

**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 Procurement Officer to execute all ancillary documents required to administer or effectuate the option agreements.

**AFFIRMATIVE ACTION:**

Pursuant to the Remedial Program for Minority and Women -Owned Business Enterprise Participation in Goods and Services contracts, due to the nature of this contract with proprietary software, this agreement is exempt from MBE/WBE review.

**LSC REVIEW:**

Local School Council approval is not applicable to this report.

**FINANCIAL:**

Various Funds, Various Units  
\$600,000 FY18  
\$1,300,000 FY19  
\$600,000 FY20  
Not to exceed \$2,500,000 for the two (2) 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.

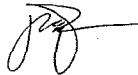
Conflicts - The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board members during the one year period following expiration or other termination of their 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.

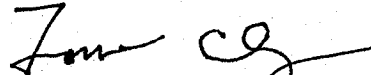
Contingent Liability - The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

Approved for Consideration:



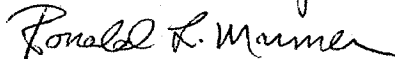
JONATHAN MAPLES  
Chief Procurement Officer

Approved:



FORREST CLAYPOOL  
Chief Executive Officer

Approved as to Legal Form:



RONALD L. MARMER  
General Counsel