

**AUTHORIZE THE FIRST AND FINAL RENEWAL AGREEMENT WITH VION CORPORATION FOR
DATA CENTER SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Authorize the first and final renewal 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. A written document exercising this option is currently being negotiated. No payment shall be made to vendor prior to execution of the written document. The authority granted herein shall automatically rescind in the event a 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 : 14-250015

Contract Administrator : Forero, Mr. Bryan / 773-553-2280

VENDOR:

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

Ownership: Benjamin T. Frana, Jr. - 45.6%;
Michael Jones - 33%; Douglas Moore -
21.4%

USER INFORMATION :

Project
Manager: 12510 - Information & Technology Services

42 West Madison Street

Chicago, IL 60602

Kinard, Mr. Patrick

773-553-1300

ORIGINAL AGREEMENT:

The original Agreement (authorized by Board Report #14-0827-PR13) in the amount of \$6,600,000.00 is for a term commencing September 1, 2014 and ending December 31, 2019, with the Board having one (1) option to renew for a five (5) year term. The original agreement was awarded on a competitive basis pursuant to former Board Rule 7-2.

OPTION PERIOD:

The term of this agreement is being renewed for five (5) years commencing January 1, 2020 and ending December 31, 2024.

OPTION PERIODS REMAINING:

There are no option periods remaining.

SCOPE OF SERVICES:

The vendor will continue to 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'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, 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:

\$931,000, FY20

\$1,226,510, FY21

\$1,226,510, FY22

\$1,226,510, FY23

\$1,226,510, FY24

\$762,960, FY25

AUTHORIZATION:

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

AFFIRMATIVE ACTION:

Pursuant to the Remedial Program for Minority and Women -Owned Business Enterprise Participation in Goods and Services contracts (M/WBE Program), this contract is waived of the M/WBE participation goals of 30% MBE and 7% WBE, because the contract is not further divisible.

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Funds: 115 and Capital Funds

Information Technology Services, 12510

\$931,000.00, FY20

\$1,226,510.00, FY21

\$1,226,510.00, FY22

\$1,226,510.00, FY23

\$1,226,510.00, FY24

\$762,960.00, FY25

Not to exceed: \$6,600,000 for the five (5) 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:



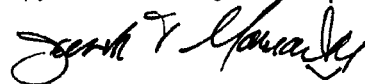
JONATHAN MAPLES
Chief Procurement Officer

Approved:



JANICE K. JACKSON
Chief Executive Officer

Approved as to Legal Form:



JOSEPH T. MORIARTY
General Counsel