

**AUTHORIZE NEW AGREEMENT WITH AT&T, CORP. FOR THE PURCHASE OF
TELECOMMUNICATIONS VOICE AND DATA SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Authorize a new agreement with AT&T, Corp. for the purchase of Telecommunications Voice and Data Services for the Department of Information and Technology Services. This agreement is eligible for discounts to be funded by the School and Libraries Division of the Universal Service Administrative Company ("SLD/USAC") as part of the E-Rate program. The total amount of the contract shall not exceed \$69,000,000.00, but the Board shall only be responsible for the non-discounted portion of E-Rate eligible services and/or products and the cost of ineligible services and/or products, which shall not exceed \$10,500,000.00. AT&T, Corp. was selected on a competitive basis pursuant to Board Rule 7-2. A written agreement for this purchase is currently being negotiated. No goods may be ordered or received and no payment shall be made to AT&T, Corp. prior to execution of the written agreement. The authority granted herein shall automatically rescind in the event a 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 : 13-250062

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

VENDOR:

- 1) Vendor # 11912
AT&T, CORP.
ONE ATAND T WAY
BEDMINSTER, NJ 07921-0752
Keneese McNamer
312 364-2982

USER INFORMATION:

Project
Manager: 12510 - Information & Technology Services
125 South Clark Street - 3rd Floor
Chicago, IL 60603
Zalewski, Miss Kathryn Lucille
773-553-3060

TERM:

The term of this agreement shall commence on July 1, 2014 and shall end June 30, 2017. This agreement shall have two (2) options to renew for periods of one (1) year each.

EARLY TERMINATION RIGHT:

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

DESCRIPTION OF PURCHASE:

AT&T, Corp. will provide voice circuits, data circuits, managed internet access services, long distance services, teleconferencing services, current and emerging technologies as well as associated technical and support services. Voice and data circuits are used for basic communications, as well as Internet access for schools and administrative offices. Additional value-added services are also included, such as scalable Internet bandwidth, long distance, teleconferencing and emerging technologies such as new transport

opportunities and dark fiber utilization. Scalable bandwidth allows increases during peak testing windows and decreases over the summer months.

OUTCOMES:

This purchase will provide the Board with continuous and enhanced voice and data circuits, services, features, applications, transport technologies, scalable Internet access and support services through the end of the fiscal year 2017.

COMPENSATION:

The total amount of the contract shall not exceed \$69,000,000.00, but the Board shall only be responsible for the non-discounted portion of E-Rate eligible services and/or products and the cost of ineligible services and/or products, which shall not exceed \$10,500,000.00.

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 include: 25% total MBE and 5% total WBE participation. AT&T, Corp. has identified the following:

Total MBE - 25%

Computer Resources Solutions
One Pierce Place, Suite 325-West
Itasca, Illinois 60143
Contact: Debbie Dreyer

Total WBE - 5%

Archon Construction Co., Inc.
536 South Route 53
Addison, Illinois 60101
Contact: Leta Loizzo

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Various Operating Budget Funds
Information and Technology Services, Unit #12510
\$3,500,000.00 - FY 2015
\$3,500,000.00 - FY 2016
\$3,500,000.00 - FY 2017
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:



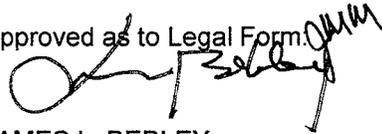
SÉBASTIEN de LONGEAUX
Chief Procurement Officer

Approved:



BARBARA BYRD-BENNETT
Chief Executive Officer

Approved as to Legal Form:



JAMES L. BEBLEY
General Counsel