

**APPROVE THE RENEWAL OF THE AGREEMENTS WITH
SBC GLOBAL SERVICES, INC. ON BEHALF OF ILLINOIS BELL TELEPHONE**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve the renewal of the agreements with SBC Global Services, Inc. on behalf of Illinois Bell Telephone Co.

follows:

1. Approve the Amendment and Renewal of the Existing Agreement for Discounted Usage Rates

Specialties Plus 448 N. Wells, #308 Chicago, Illinois 60610	\$496,740.00 / 5% Certified through 6/1/03
Diversified 1112 S. Wabash Ave., #500 Chicago, Illinois 60605	\$397,392.00 / 4% Certified through 5/1/03
Sayers 1150 Feehanville Dr. Mt. Prospect, Illinois 60056	\$ 99,348.00 / 1% Reapplied 9/6/02
CCB 1701 E. Woodfield Rd., #403 Schaumburg, Illinois 60173	\$ 99,348.00 / 1% Certified through 8/1/03
Applied Control 539-541 W. Taft Dr. South Holland, Illinois 60473	\$ 89,413.20 / .9% Reapplied 7/26/02
Ready Computer 2040 N. Ashland Ave. Chicago, Illinois 60614	\$ 39,739.20 / .4% Reapplied 8/28/02

Total 10% Hispanic:
United Bldg. \$993,480.00
 165 Easy St. Certified through 1/1/03
 Carol Stream, Illinois 60188

Total 3% Asian:
Trak Performance \$208,044.00

Des Plaines, Illinois 60018

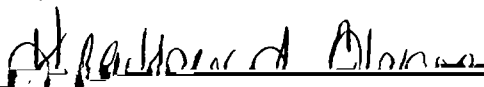
Total 5% WBE:
Infosys \$496,740.00
 428 E. Calumet Certified through 2/1/03

Ethics – The Board's Ethics Code adopted September 27, 1995 (95-0927-RU3), 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:

Approved:






Heather A. Obora
Chief Purchasing Officer

Arne Duncan
Chief Executive Officer

Within Appropriation:


John Maiorca
Chief Financial Officer

Approved as to Legal Form:


Ruth Moscovitch

**APPROVE AN AMENDMENT TO AND RENEWAL OF THE AGREEMENT
FOR DISCOUNTED USAGE RATES FOR LOCAL AND INTRALATA SERVICES**

Approve an amendment to and renewal of the existing agreement with SBC Global Services, Inc. ("SBC Global" or "Vendor") to provide cost discounts on local usage for Centrex and Non-Centrex Services for the Office of Technology Services ("OTS"). The discounted usage rates will begin upon signing of the contract and are based upon a minimum annual usage of \$965,300.00 of services for the renewal term. A written renewal agreement is currently being negotiated. The authority granted herein shall automatically rescind in the event a written renewal document is not executed within ninety (90) days of the date of the Board Report. Information

pertinent to this renewal agreement is stated below.

ORIGINAL AGREEMENT: The original agreement for services (authorized by Board Report 00-1220 PR0) is

for a term commencing January 12, 2001 and ending June 30, 2002, with the Board having two (2) one-year

**APPROVE THE RENEWAL OF THE EXISTING AGREEMENT FOR
WIDE AREA NETWORK TRANSPORT SERVICES**

Approve the renewal of the existing agreement with SBC Global Services, Inc. ("SBC Global") for the providing of Wide Area Network ("WAN") transport services, including DS-1, DS-3, synchronous optical network ("SONET") and dedicated ring and network reconfiguration ("ANRS") services at the applicable

tariff rates, for the Office of Technology Services ("OTS") at a cost not to exceed \$4,590,147.00 for the renewal period, of which \$4,590,147.00 is eligible for, but not contingent upon, discounts in accordance with the guidelines and requirements of the Federal Government's Universal Services Program

**APPROVE THE RENEWAL OF THE EXISTING AGREEMENT FOR
CENTREX SWITCHING SERVICES**

Approve the renewal of the existing agreement with SBC Global Services, Inc. ("SBC Global" or "Vendor") for the providing of local telecommunications services, more specifically known as Centrex Switching Services ("CSS"), for the Office of Technology Services ("OTS") at a cost not to exceed \$5,344,653.00 for the renewal period of which \$5,284,653.00 is eligible for but not contingent upon discounts in

accordance with the guidelines and requirements of the Federal Government's Universal Services Program ("E-Rate"), for a total cost to the Board not to exceed \$799,851.42. A renewal agreement is currently being negotiated. No payment shall be made to Vendor during the renewal period prior to the

execution of the written renewal document. The authority granted herein shall automatically rescind in

the event a written renewal document is not executed within ninety (90) days of the date of this Board Report. Information pertinent to this renewal is stated below.

SPECIFICATION NO. 00 250040

**APPROVE THE RENEWAL OF THE EXISTING AGREEMENT FOR
TARIFF-BASED (NON-CENTREX) TELECOMMUNICATIONS SERVICES**

[REDACTED]

Approve the renewal of the existing agreement for various tariff-based local telecommunications services with SBC Global Services, Inc. ("SBC Global" or "Vendor"), including Integrated Services Digital Network (ISDN), Primary Rate Interface (PRI) access, Direct Inward Dial (DID) and all other basic non-Centrex, measured business services to the Office of Technology Services ("OTS") at a cost not to exceed \$2,144,844.00 for the renewal period, of which \$1,712,952.00 is eligible for, but not contingent upon, discounts in accordance with the guidelines and requirements of the Federal Government's Universal Services Program ("E-Rate"), for a total cost to the Board not to exceed \$641,705.28. A written renewal document for these tariff-based services is not required. Information pertinent to this renewal is stated below.

SPECIFICATION NO: 00-250246

ORIGINAL AGREEMENT: The original services were authorized by Board Report No. 00-0304-PR1 for a

[REDACTED]

[REDACTED]

one-year term commencing July 1, 1999 and ending June 30, 2000 in an amount not to exceed \$2,300,000.00. These services were renewed pursuant to Board Report No. 00-0113-PR1 for a term commencing July 1, 2000

[REDACTED]