

**AMEND BOARD REPORT 09-0422-PR15
AMEND BOARD REPORT 08-1119-PR12
APPROVE THE FINAL OPTION TO RENEW THE EXISTING AGREEMENTS
WITH SUN MICROSYSTEMS
FOR NETWORK MONITORING, MANAGEMENT, AND MAINTENANCE SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the final option to renew the two agreements with Sun Microsystems ("Sun") to provide network monitoring, management and maintenance services for the Chicago Public Schools' ("CPS") wide area network ("WAN"), local area network ("LAN"), and network security infrastructure. Due to the uncertainty in E-Rate funding, a Reduced Scope will be implemented for the Basic Maintenance Contract of Contract #1 until E-Rate funding is secured. The cost for the option period for the Reduced Scope of Contract #1 shall not exceed \$3,355,904.16. Should E-Rate funding become available, the Full Scope will be implemented and the cost for the option period, for the Basic Maintenance Contract or Contract #1, shall not exceed \$12,000,000.77, of which approximately \$9,540,088.64 (\$11,007,422.78 will

be the discounted portion of eligible E-Rate services and/or products to be funded by the School and Libraries Division of the Universal Service Administrative Company ("SLD/USAC"). Under this first

Contact: Mark Pingry, Customer Account Manager
Tel: (773) 553-2227

Vendor No.: 89823

USER: Information & Technology Services
125 South Clark Street, 3rd Floor
Chicago, IL 60603
Contact: ~~Robert Runcie~~ Arshela Stevens, Chief Information Officer
Telephone No.: (773) 553-1300

ORIGINAL AGREEMENT: The original agreements (authorized by Board Report #05-1116-PR10 and as

amended by Board Report #06-0125-PR6) in the amounts of \$11,093,305.00 for the eligible services

In addition to these services, Sun will provide maintenance services for an Intrusion Prevention System, which is being implemented by the Board. These additional services fall within the scope of Contract #2 and will be provided under the terms of Contract #2.

DELIVERABLES:

Reduced Scope Until E Rate funding becomes available and Sun receives written notification from the

Chief Information Officer to implement the Full Scope. Sun will provide the Report with the following

- (2) Tier 2 Midlevel WAN Engineers
- (2) Senior Checkpoint Engineers
- (2) Senior PIX Engineers
- (1) Senior Windows Engineer
- (2) Senior LAN Engineer
- (1) Senior Network Engineer
- (1) Business Solution Analyst
- (1) QA Manager

All assigned engineers will serve as primary resources with a secondary engineer (familiarized with the

Board's network) acting as a back-up. Also, Sun will continue to have appropriate field personnel for the proper dispatches in order to meet or exceed SLAs.

OUTCOMES:

Reduced Scope - Until E-Rate funding is available, Sun shall perform a reduced level of service. The services shall be severely reduced to basic network maintenance and support services only with limited staff, monitoring and reporting. The level of support hours and services shall be reduced to only required

Similarly, a Reduced Scope will be implemented for the Non-Basic Maintenance Contract or Contract #2 until E-Rate funding is secured. The cost for the option period, for the Reduced Scope for Contract #2

implemented and the cost for the option period, for the second agreement, shall not exceed \$1,783,157.20, of which approximately \$128,763.12 will be the discounted portion of eligible E-Rate services, and/or products to be funded by the SLD/USAC. Under the Full Scope for the Non Basic

ST Products Inc. 2%
765 E. 69th Place
Chicago, IL 60637

Total 9% Hispanic

CS&C Julex Inc. 9%
1613 S. Michigan Avenue
Chicago, IL 60616

Total 7%

Thomas A. McCrary 5%
16515 Prairie Ave
South Holland, IL 60473

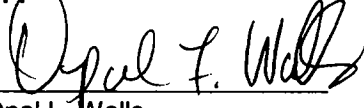
KMC Enterprises Inc. 2%
13235 Hiawatha Drive
Chicago, IL 60642

<u>SLD/USAC 90%</u>	
<u>Annual Ineligible</u>	\$2,295,005.43
<u>TOTAL PAID BY CPS</u>	
<u>12540-230-54125-254901-000000</u>	\$3,355,904.16
<u>TOTAL FUNDED BY THE SLD/USAC</u>	\$9,548,088.61


DISCOUNTED PORTION FUNDED BY THE SLD/USAC 86%	
Annual Ineligible	\$1,645,173.20

TOTAL PAID BY CPS

Approved for Consideration:



Opal L. Walls
Chief Probation Officer

Approved:


Ron Huberman
Chief Executive Officer

Within Appropriation:


Pedro Martinez
Chief Financial Officer

Approved as to legal form: 

Patrick J. Rocks
General Counsel