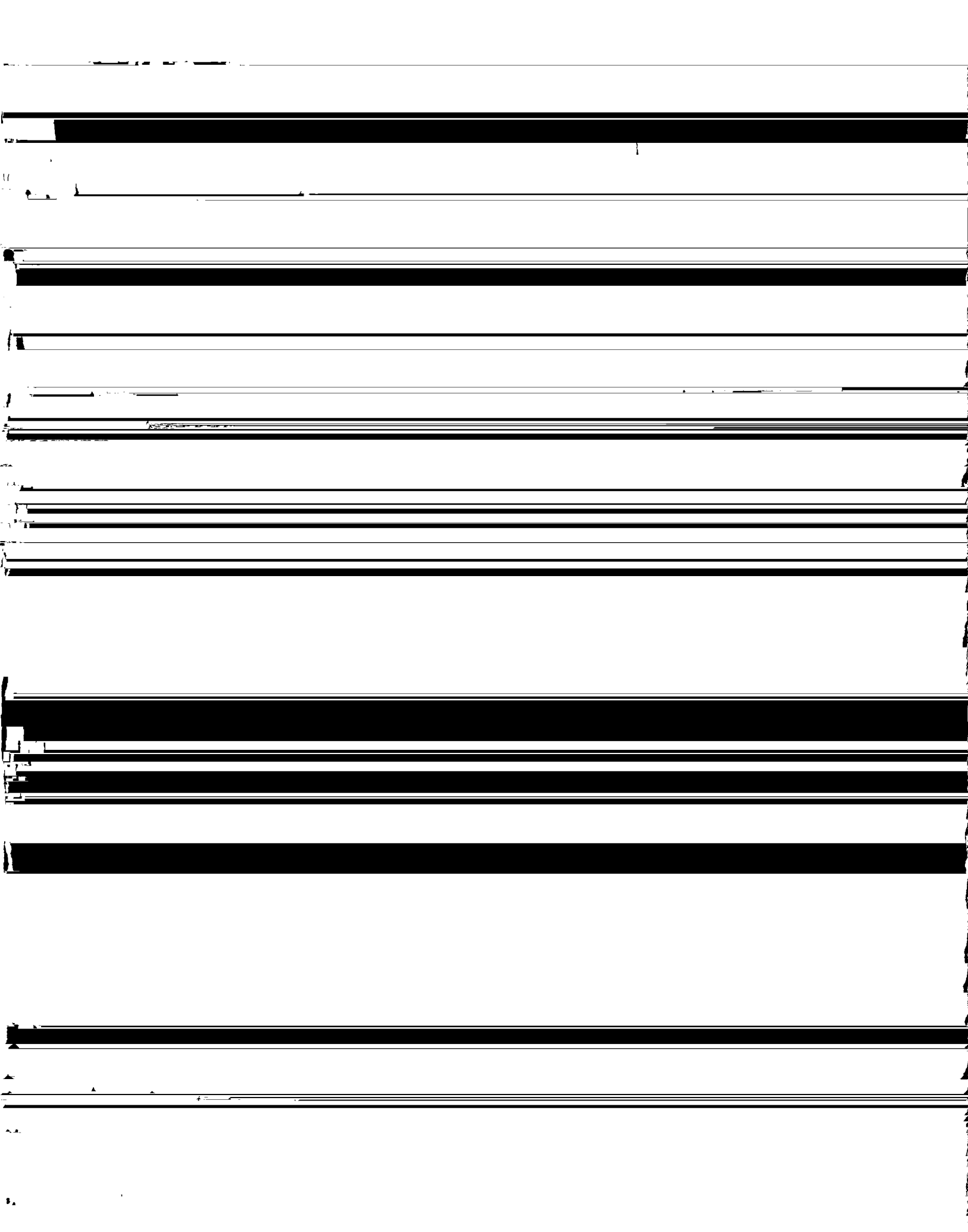


**APPROVE EXERCISING THE FINAL OPTION TO RENEW AGREEMENTS AND APPROVE
ENTERING INTO AN AGREEMENT WITH SBC CORPORATION, DBA AT AND T FOR VOICE AND
DATA SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the final option to renew the master agreement with AT and T to provide for the following services to the Board: 1. Appendix A - Discounted Usage Rates for Local Services; 2. Appendix B - Leased Wide Area Network Fiber Transport Services; 3. Appendix C - Centrex Switching Services; 4 -



OPTION PERIODS REMAINING:

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

See Appendix G

12540-230-54405-254501-000000-2012	\$3,604,414.61
12510-230-54405-254501-000000-2013	\$4,062,035.77
12510-230-54405-254501-000000-2014	\$4,485,882.92

CFDA# : Not Applicable

GENERAL CONDITIONS:

Inspector General - Each party to the agreement shall acknowledge that, in accordance with 105 ILCS

5/24.1/2-1, the Inspector General of the Chicago Board of Education has the authority to conduct certain

**APPROVE EXERCISING FINAL OPTION TO RENEW ON AGREEMENT
FOR DISCOUNTED USAGE RATES FOR LOCAL AND INTRALATA SERVICES**

Approve exercising the final option to renew the agreement with AT&T to provide cost discounts on local usage for Centrex and Non-Centrex Services for a three (3) year term for CPS. The discounted usage rates are based upon a minimum annual usage of \$965,300.00 of services for each year of the term. A written agreement is currently being negotiated. The authority granted herein shall automatically rescind in the event a written document is not executed within ninety (90) days of the date of the Board Report.

Charter schools, CPS consortium members and City of Chicago sister agencies are allowed to purchase

services under the agreement. Payment for purchases so made shall be the responsibility of the charter schools, CPS consortium members, and City of Chicago sister agencies. Charter schools and City sister

**APPROVE EXERCISING THE FINAL OPTION TO RENEW ON AGREEMENT
FOR LEASED WIDE AREA NETWORK FIBER TRANSPORT SERVICES**

Approve exercising the final option to renew the agreement with AT&T for the provision of Leased Wide Area Network ("WAN") Fiber Transport Services, including DS-1, DS-3, synchronous optical network ("SONET") and dedicated OC-48 rings, high speed multimegabit fiber connectivity data services. Layer two (2) fiber-based switched ethernet data services, and network reconfiguration ("ANRS") as well as other network services at the applicable negotiated and tariff discounted rates.

Charter schools, CDS association members and City of Chicago sister agencies are allowed to purchase

services under the agreement. Payment for purchases of goods shall be the responsibility of the charter

Appendix C

APPROVE EXERCISING THE FINAL OPTION TO RENEW ON AGREEMENT FOR CENTREX SWITCHING SERVICES

Approve exercising the final option to renew the agreement with AT&T for the provision of local

telecommunications services, more specifically known as Centrex Switching Services ("CSS"). The Minimum Annual Commitment (MAC) obligation for this Agreement will be no higher than 3,000 Centrex

Charter schools, CBS consortium members and City of Chicago sister agencies are allowed to purchase

**APPROVE THE PURCHASE OF TARIFF-BASED (NON-CENTREX)
TELECOMMUNICATIONS SERVICES**

Approve the purchase of various tariff-based local telecommunications services from AT&T, including

APPROVE EXERCISING THE FINAL OPTION TO RENEW THE AGREEMENT FOR DS1 PRIMARY RATE INTERFACE (PRI) SERVICES

DSI Primary Rate Interface (PRI) services.

Charter schools, CPS consortium members and City of Chicago sister agencies are allowed to purchase

APPROVE ENTERING INTO AN AGREEMENT FOR 9-1-1 LOCATOR ID SERVICE

Approve entering into an agreement with AT&T for the provision of 9-1-1 Locator ID Services.

Charter schools, CPS consortium members, and City of Chicago sister agencies are allowed to purchase

services under the agreement. Payment for purchases so made shall be the responsibility of the charter schools, CPS consortium members, and City of Chicago sister agencies. Charter schools and City sister agencies shall pay vendor directly and consortium members shall reimburse the Board for such purchases

The total amount of the agreement shall not to exceed \$75,000.00 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 \$75,000.00

Appendix G

FINANCIALS FOR AT&T SERVICES:

APPENDIX B - WAN TRANSPORT SERVICES	Renewal Term			
	FY12	FY13	FY14	Total
REGULAR WAN ACCESS SERVICES				
Annual Eligible-Traditional WAN Access	\$3,011,440.00	\$3,077,440.00	\$3,143,440.00	\$9,232,320.00
Annual Eligible-Leased Gb Fiber Access	\$3,955,656.00	\$4,140,538.80	\$4,325,421.60	\$12,421,616.40
Annual Eligible-Lease Fiber Layer 2 Access	<u>\$5,949,900.00</u>	<u>\$7,933,200.00</u>	<u>\$9,822,450.00</u>	<u>\$23,705,550.00</u>
TOTAL ANNUAL ELIGIBLE	\$12,916,996.00	\$15,151,178.80	\$17,291,311.60	\$45,359,486.40
CPS %age 14%	\$1,808,379.44	14% \$2,121,165.03	14% \$2,420,783.62	\$6,350,328.10
SLD %age 86%	\$11,108,616.56	86% \$13,030,013.77	86% \$14,870,527.98	\$39,009,158.30
Annual InEligible-Traditional WAN Access	\$26,400.00	\$26,400.00	\$26,400.00	\$79,200.00
Annual InEligible-Leased Gb Fiber Access	\$177,609.00	\$243,027.60	\$311,821.20	\$732,457.80
Annual InEligible-Lease Fiber Layer 2 Access	<u>\$337,500.00</u>	<u>\$337,500.00</u>	<u>\$337,500.00</u>	<u>\$1,012,500.00</u>

APPENDIX E - PRI SERVICES		Renewal Term			
		FY12	FY13	FY14	Total
PRI SERVICES					
Annual Eligible		\$3,950,043.00	\$4,064,307.00	\$4,178,571.00	\$12,192,921.00
	CPS %age 14%	\$553,006.02	\$569,002.98	\$584,999.94	\$1,707,009.22
	SLD %age 86%	\$3,397,036.98	\$3,495,304.02	\$3,593,571.06	\$10,485,912.06
Annual InEligible (CPS pays 100%)		<u>\$72,450.00</u>	<u>\$120,750.00</u>	<u>\$144,900.00</u>	<u>\$338,100.00</u>
		\$4,022,493.00	\$4,185,057.00	\$4,323,471.00	\$12,531,021.00
CPS PAYS 12540-230-54405-254501-000000		<u>\$625,456.02</u>	<u>\$689,752.98</u>	<u>\$729,899.94</u>	<u>\$2,045,109.22</u>