

**AMEND BOARD REPORT 04-1215-PR15
APPROVE EXERCISING THE SECOND OPTION TO RENEW THE AGREEMENT WITH
SEVENSPACE/NUCLIO CORPORATION SUN MICROSYSTEMS, INC. FOR WIDE AREA NETWORK**

MANAGEMENT SERVICES

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the second option to renew the agreement with ~~SevenSpace/Nuclio Corporation Sun Microsystems, Inc.~~ ("SevenSpace" "Sun" or "Consultant"), formerly known as ~~Sevenspace/Nuclio and Nuclio Corporation to provide wide area network management services to the Office of Technology Services ("OTS")~~

at a cost not to exceed \$12,247,572.00 for a one (1) year option period, of which \$10,482,872.00 is eligible for, but not contingent upon, discounts in accordance with the guidelines and requirements of the Federal Government's Universal Service Program ("E-Rate"); for a total cost to the Board not to exceed \$1,764,700.00

OPTION PERIODS REMAINING: This agreement has no options to remaining.

SCOPE OF SERVICES: Consultant will continue to provide the Board with network management services to monitor and maintain the Wide Area Network ("WAN") and Local Area Network ("LAN"), including routers, ATM switches, WAN/LAN interfaces and other ancillary WAN/LAN equipment ("Services"), including:

- Proactive remote monitoring services for the Board's WAN/LAN equipment and management of WAN/LAN devices, including fault/error detection, reporting, analysis and correction of network-related problems
- 24x7x365 WAN/LAN network monitoring and support
- Equipment audits at regular intervals, including modifications, as required
- Notice of outages, reporting and on-site repair services
- Break/Fix Switch maintenance services for school LAN Equipment.

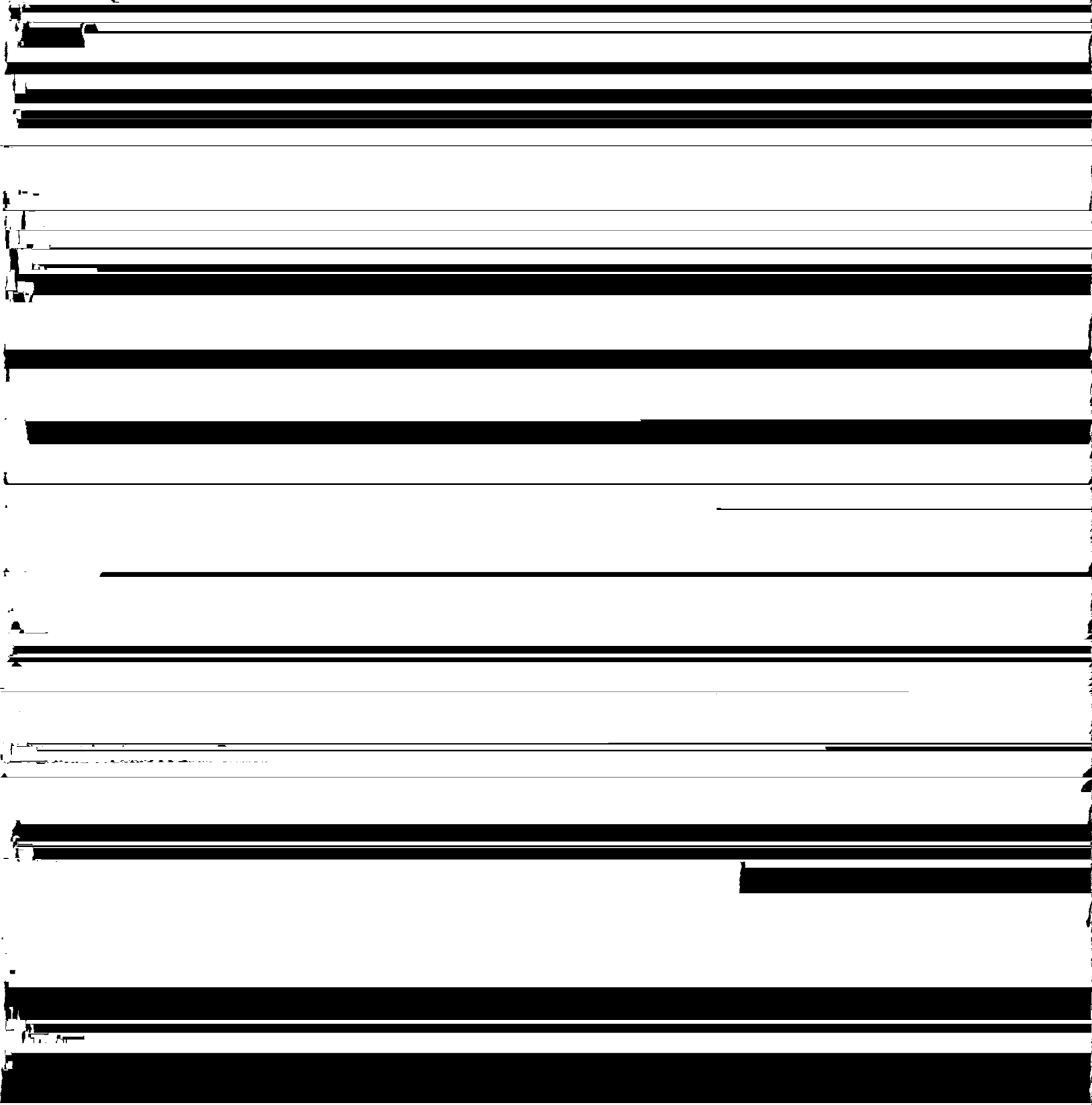
Additionally, during the renewal term, Consultant will provide project management and installation services of new WAN equipment to provide improved bandwidth and services to the schools.

DELIVERABLES: Consultant will continue to provide the following deliverables meeting the Board's specified

requirements:

- Reporting (all reports accessible online, in a downloaded form and hard copy)
- Network Analysis
- Network Management and Network Monitoring

COMPENSATION: Consultant shall be paid for this one (1) year option period as follows: upon invoicing, per deliverables/projects, as will be outlined in the agreement, not to exceed the sum of \$12,247,572.00, of which \$10,482,872.00 is eligible for, but not contingent upon, E-Rate discounts, for a total cost to the Board not to exceed \$1,764,700.00. If E-Rate funding is not approved, the Board shall be invoiced for all E-Rate eligible



06-0426-PR15

Tom McCrary _____ \$24,705.78 / 1.4%
16515 Prairies _____ Certified through 03/31/08
South Holland, Illinois 60473
IMC _____ \$363,527.99 / 20.6%
333 East Ontario, #310B _____ Certified through 09/01/05
Chicago., Illinois 60611

Total 10% Hispanic:

CS & C _____ \$176,469.90
1613 S. Michigan Ave. _____ Certified through 10/01/04
Chicago., Illinois 60616

Total 0% Asian:

_____ \$50,000.00

Total 5% WBE:

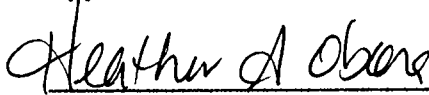
KMG _____ \$52,940.97 / 3%
9055 Forrest Lane _____ Certified through 05/01/05
Hickory Hills, Illinois 60457
Travel Gallery _____ \$35,293.98 / 2%
6645 N. Oliphant _____ Certified through 08/01/05
Lynwood, Illinois 60631

LSC REVIEW: Local School Council approval is not applicable to this report.

FINANCIAL: Total Cost: \$12,247,572.00
Charge to Office of Technology Services:

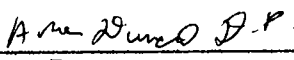
Contingent Liability – The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

Approved for Consideration:




Heather A. Obora
Chief Purchasing Officer

Approved:




Arne Duncan
Chief Executive Officer

Within Appropriation:



John Maiorca
Chief Financial Officer

Approved as to Legal Form: 



Patrick Rocks
General Counsel