June 27, 2012

APPROVE EXERCISING THE ANNUAL OPTION TO RENEW TECHNICAL SUPPORT WITH ORACLE AMERICA, INC.

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the annual option to renew technical support for licenses purchased under the original agreement with Oracle USA, Inc. at a cost not to exceed $1,677,752.00. Vendor was selected on a non-competitive basis due to its proprietary software license and maintenance. A written document exercising this option is currently being negotiated. No payment shall be made to Vendor during the option period prior to the execution of the written document. The authority granted herein shall automatically rescind in the event a written document is not executed within 90 days of the date of this Board Report. Information pertinent to this option is stated below.

Contract Administrator :   Sinnema, Mr. Ethan Cedric / 773-553-2280

VENDOR:

1)   Vendor # 89823
        ORACLE AMERICA,INC
        500 ORACLE PARKWAY
        REDWOOD SHORES, CA 94065
        Ryan Pike
        719-757-3300
        719-757-4256

USER INFORMATION:

Contact: 12510 - Information & Technology Services
                125 South Clark Street - 3rd Floor
                Chicago, IL 60603
                Tidmarsh, Mr. Lachlan W.
                773-553-1300

Project   12510 - Information & Technology Services
Manager: 125 South Clark Street - 3rd Floor
                Chicago, IL 60603
                Nettem, Mr. Prasad Venkata
                773-553-1300

ORIGINAL AGREEMENT:
The original Agreement (authorized by Board report #05-1026-PR6 as amended by Board Report #06-0222-PR7), in the amount of $1,828,610.66 is for a term commencing October 1, 2005 and ending June 30, 2006, with the Board having two options to renew for periods of one year each. The Agreement

non-competitive basis because the Oracle software is the only software that provides the functionality required by the Board's integrated financial systems.

OPTION PERIOD:
The term of this agreement is being renewed for one year, commencing July 1, 2012 and ending June 30, 2013.

OPTION PERIODS REMAINING:
There are unlimited options to renew technical support on an annual basis.

SCOPE OF SERVICES:
The technical support purchased will continue to allow the Board to operate integrated financial and HR systems connecting the accounts receivable, cash management, treasury, general ledger, budget, payroll, position control and procurement processes.

DELIVERABLES:
Oracle America provides software to allow the Board to operate an integrated financial and HR system connecting the accounts receivable, cash management, treasury, general ledger, budget, payroll, position control and procurement processes. The financial system allows CPS to access and update budgetary

12-0627-PR24

GENERAL CONDITIONS:

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:

Approved: