

**APPROVE ENTERING INTO AN AGREEMENT WITH AT&T DATACOMM, INC. FOR
INTERNET ACCESS SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve entering into an agreement with AT&T Datacomm, Inc. ("AT&T") to provide Internet access services to Information & Technology Services ("ITS") at a total cost not to exceed \$814,106.70 for a 41-month (three years and five month) term, of which approximately \$649,291.83 is 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"). The Board shall only be responsible for the full price of the first five months of service and for the non-discounted portion of E-Rate eligible services and/or products and the cost of ineligible services and/or products in the remaining 36 months, which shall not exceed \$164,814.87. Vendor was selected on a competitive basis pursuant to Board Rule 5.4.1.

A written agreement for these services is currently being negotiated. No services shall be provided by Vendor and no payment shall be made to Vendor prior to the execution of the written agreement. The authority granted herein shall automatically rescind in the event a written agreement is not executed within 90 days of the date of this Board Report. Information pertinent to this agreement is stated below.

SPECIFICATION NO.: 08-250039

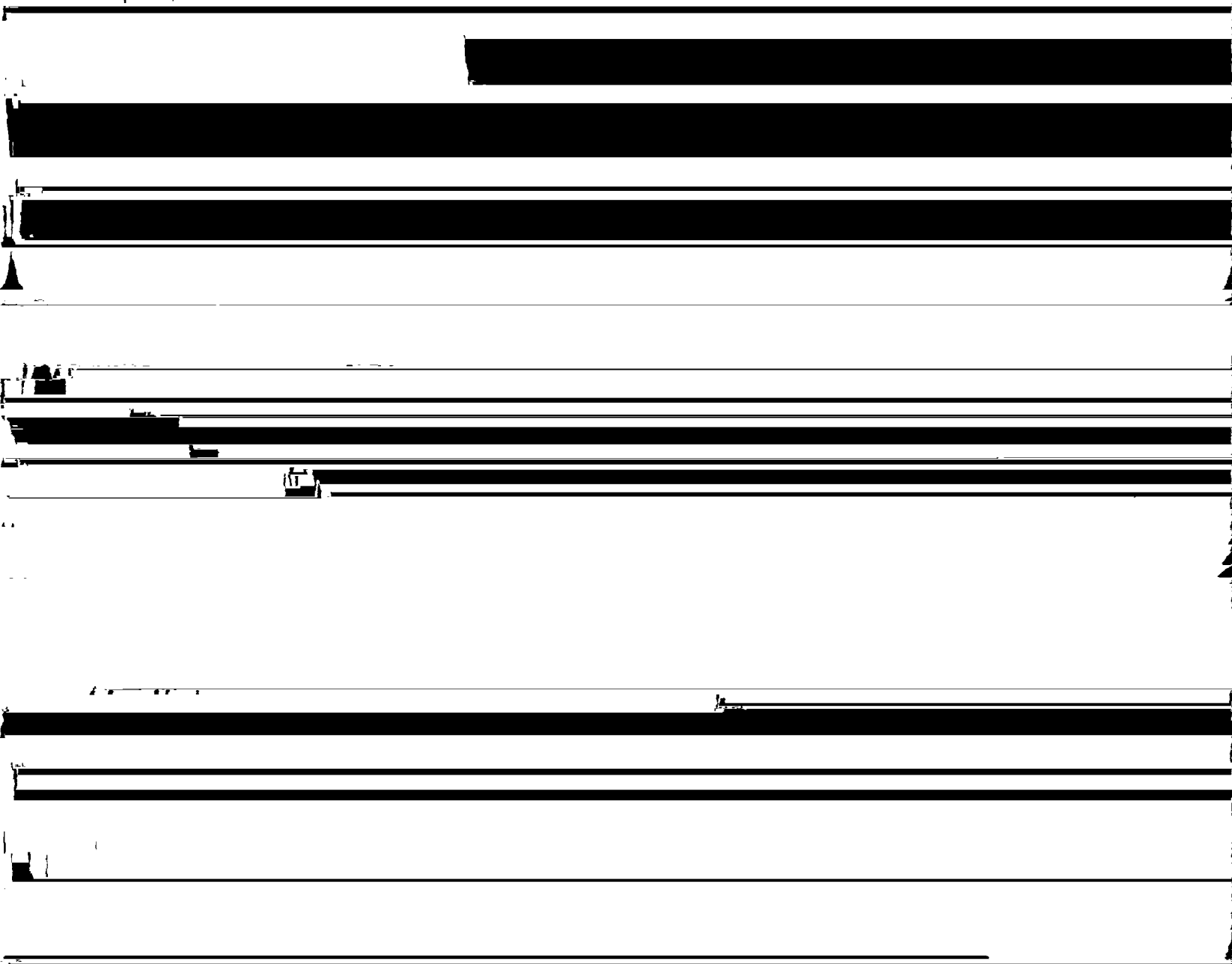
VENDOR: AT&T DataComm, Inc. an affiliate of AT&T Corp.
One AT&T Way

access educational and other technology tools (such as IMPACT applications, the Dashboard, student/teacher e-mail and collaboration system) that inform principals and teachers, and enhance students' learning.

COMPENSATION: Vendor shall be paid as follows: monthly, at a rate that reflects the usage amount or ~~percentage for that month. The total cost shall not exceed \$94,400.70, of which approximately \$64,004.00~~

is the discounted portion of eligible E-Rate services and/or products to be funded by the SLD/USAC. The ~~Board shall only be responsible for the full price of the first five months of service and for the non-~~

DISCOUNTED PORTION FUNDED BY THE SLD/USAC- 86%	\$131,881.86
Annual Ineligible	\$0.00
TOTAL PAID BY CPS 12540-230-54125-254901-000000	\$ 21,469.14
TOTAL FUNDED BY THE SLD/USAC	\$131,881.86
	FY11
Total Amount	\$213,427.50
Annual Eligible	\$213,427.50
NON-DISCOUNTED PORTION PAID BY THE BOARD- 14%	\$29,879.85




GENERAL CONDITIONS:

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

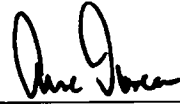
provisions of 105 ILCS 5/34-21.3 which restricts the employment of or the letting of contracts to, former Board members during the one year period following expiration or other termination of their terms of

Approved for Consideration:



Opal L. Walls
Chief Executive Officer

Approved:



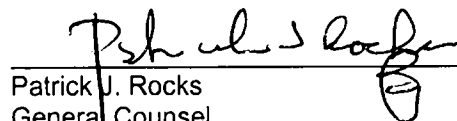
Arne Duncan
Chief Executive Officer

Within Appropriation:



Pedro Martinez
Chief Executive Officer

Approved as to Legal Form: *PR*



Patrick J. Rocks
General Counsel