

AUTHORIZE THE FIRST RENEWAL AGREEMENT WITH CDW GOVERNMENT, LLC AND SHI INTERNATIONAL, CORP. FOR SOFTWARE PRODUCTS AND SERVICES

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Authorize the first renewal agreement with CDW Government, LLC and SHI International Corp. to provide software products and services for the District at an estimated annual cost set forth in the Compensation Section of this report. A written document exercising this option is currently being negotiated. No payment shall be made to vendors during the option period prior to 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.

Specification Number : 20-350014

Contract Administrator : Munoz, Rigoberto / 773-553-2280

VENDOR:

- 1) Vendor # 63673
CDW GOVERNMENT, LLC
230 N. MILWAUKEE AVE
VERNON HILLS, IL 60061
Sean Dillon
847 419-7438

Ownership: 100% Publicly Traded

- 2) Vendor # 95188
SHI INTERNATIONAL CORP.
290 DAVIDSON AVE
SOMERSET, NJ 08873
Jordan Mendralla
512 516-3280

Ownership: Thai Lee - 52%, KoGuan Leo - 40% and Trust - 8%

USER INFORMATION :

Project 12510 - Information & Technology Services
Manager: 42 West Madison Street
Chicago, IL 60602
Wagner, Edward Joseph
773-553-1300

ORIGINAL AGREEMENT:

The original Agreement (authorized by Board Report 20-1118-PR4) in the amount of \$60,000,000 is for a term commencing December 1, 2020 and ending November 30, 2023, with the Board having two (2) options to renew for one (1) year terms. The original agreement was amended (authorized

by Board Report 23-0628-PR9) to increase the maximum compensation amount from \$60,000,000 to \$101,062,475. The original agreement was awarded on a competitive basis pursuant to Board Rule 7-3.

OPTION PERIOD:

The term of this agreement is being renewed for one (1) year commencing December 1, 2023 and ending November 30, 2024.

OPTION PERIODS REMAINING:

There is one (1) option period for one (1) year remaining.

SCOPE OF SERVICES:

Vendors will continue to provide all Microsoft software titles and commercial off-the-shelf software titles that are ready made and available for the sale, lease, or license. Vendors will function as the Enterprise Software Reseller of Record for Board software agreements. Vendors will also provide the following services: software order fulfillment services, automated on-line order fulfillment and license management services, general maintenance and support services, implementation, configuration and support services, and recommendations on enterprise licensing strategies.

OUTCOMES:

Vendor's services will result in centralized process in acquisition of software, licenses, software implementation/configuration, software maintenance, and support services for all Microsoft products and all commercial off-the-shelf (COTS) software used by all network offices, remote central office locations, central office departments, and schools.

COMPENSATION:

Vendors shall be paid in accordance with the unit prices contained in the agreements; aggregate total for both vendors not to exceed:

\$35,000,000, FY24

\$10,000,000, FY25

AUTHORIZATION:

Authorize the General Counsel to include other relevant terms and conditions in the written option document. Authorize the President and Secretary to execute the option document. Authorize the Chief Information Officer to execute all ancillary documents required to administer or effectuate this option agreement.

AFFIRMATIVE ACTION:

Pursuant to the Remedial Program for Minority and Women-Owned Business Enterprise Participation in Goods and Services contracts, (M/WBE Program), the goals for this contract are 30% MBE and 7% WBE. The Office of Business Diversity has granted a partial waiver and the Prime vendors have committed to the participation goals of 30% MBE and 7% WBE of applicable spend. SHI International Corp. is a Prime M/WBE owned firm.

LSC REVIEW:

Local School Council approval is not applicable to this report.

FINANCIAL:

Various Funds, ITS, Unit 12510

\$35,000,000, FY24

\$10,000,000, FY25

Not to exceed \$45,000,000 for the 1 year term. Future year funding is contingent upon budget appropriation and approval

CFDA#: Not Applicable

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 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:



PATRICIA HERNANDEZ
Acting Chief Procurement Officer

Approved:



PEDRO MARTINEZ
Chief Executive Officer

Approved as to Legal Form: 



RUCHI VERMA
General Counsel