ORDINANCE NO. 022-90

AN ORDINANCE AUTHORIZING A
CHANGE ORDER TO A CONTRACT
WITH AT&T, CORPORATION
FOR TELEPHONE AND DATA
TELECOMMUNICATIONS SERVICES

WHEREAS, The Chicago Transit Authority ("Authority") requires landline telephone services, including local, long distance, and toll-free calls, and data telecommunications across the Authority's system; and

WHEREAS, The Authority entered into a contract with AT&T, Corp. ("AT&T") under Requisition No. B15OP02073 for the required services for three years with two one-year options in the amount of \$19,600,000.00; and

WHEREAS, In 2020, the Authority extended the contract for twelve months via letter, and on July 14, 2021, the Transit Board approved Change Order No. 1 authorizing an additional time extension of twelve months and authorized \$4,000,000.00 in additional funds for the extension period, per Ordinance No. 021-89; and

WHEREAS, The Authority has decided to build a new Control Center and vacate the current one and will need to extend the telecommunications services under the current contract to bridge the migration from these legacy circuits and systems to the delivery of the new Control Center systems; and

WHEREAS, Technology staff is requesting a 24-month time extension and \$9,500,000.00 in additional funds to true-up the account and continue services through July, 2024 to ensure that staff has enough time to develop the new contract scope as the Control Center design is finalized over the next 12-18 months; and

WHEREAS, Staff also is replacing and adding pricing schedules in the current contract to add fixed rates and a discounted rate for certain telephone services and remove the termination fee if the services are cancelled prior to the end of the 24-month extension term; and

WHEREAS, Change orders for contracts originally valued at more than \$1,000,000.00 that individually or cumulatively increase the original contract value by more than 10% or by more than \$500,000.00 or extend the termination date by more than twelve months require approval by the Transit Board; and

WHEREAS, Staff recommends approval of Change Order No. 2 to the contract with AT&T for landline telephone and data telecommunications services to add \$9,500,000.00 in additional funds and to extend the contract for twenty-four months; now, therefore:

Chairman

BE IT ORDAINED BY THE CHICAGO TRANSIT BOARD OF THE CHICAGO TRANSIT AUTHORITY:

SECTION 1. The Chairman of the Chicago Transit Board, the President of the Chicago Transit Authority, and the Vice President of Purchasing and Supply Chain, or their designees, are hereby authorized to execute Change Order No. 2 to the Authority's contract with AT&T, Corp. for landline telephone and data telecommunications services to extend the contract for twenty-four (24) months and add funds in the amount of Nine Million Five Hundred Thousand Dollars (\$9,500,000.00), for a revised contract total of Thirty-Three Million One Hundred Thousand Dollars (\$33,100,000.00).

SECTION 2. The Chairman, President, and Vice President of Purchasing and Supply Chain, or their designees, are further authorized to take such actions and execute such documents as may be necessary to implement the objectives of this ordinance.

SECTION 3. This ordinance shall be in full force and effect from and after its passage.

APPROVED:

PASSED:

Assistant Secretary

July 13, 2022 July 13, 2022