

# NORTHWEST TRI-COUNTY INTERMEDIATE UNIT

PHONE 814-734-5610 1-800-677-5610 FAX 814-734-5806 TTD 814-734-1098 http://www.iu5.org

February 14, 2014

Dear Dr. Clark,

Over the past year, Northwest Tri-County Intermediate Unit 5 (IU5), in collaboration with the districts we serve, has been actively pursuing a new Regional Wide-Area Network (RWAN) contract. Through this collaboration, the requirements of the network were determined and a Request for Proposal (RFP) was created and issued. Three telecommunication providers responded to the RFP. The three were: Sting Communications, Velocity.Net, and Time Warner Cable-Business Class. After meeting with each provider, careful consideration was given to each proposal. Districts were asked to complete the RFP evaluation matrix (required for E-Rate). Of the twenty (20) entities eligible to participate in the RWAN, fifteen (15) responded. Of the fifteen (15) responses, thirteen (13) selected Velocity.Net as the best solution for the RWAN.

As you are aware, another vendor has been soliciting districts to consider their proposal. The IU5 administration determined that the proposal submitted by the additional vendor would not be considered. The proposal was outside the guidelines and timeframes of the RFP process. On January 22, 2014, the Northwest Tri-County Intermediate Unit Board of Directors approved the proposal submitted by Velocity.Net for RWAN Services. The next step in the process is to determine which entities are participating in the RWAN. Once the participating entities have been determined, final contracts can be completed with Velocity.Net and appropriate E-Rate paperwork filed before the March 26, 2014 E-Rate filing deadline.

Attached you will find two forms. The first form is a participation form. There are three options from which you can select. Option A is for <u>full participation</u> in the RWAN. If you select Option A, you will need to complete the Service Agreement which is the second attached form. Select Option B if you are <u>not participating</u> in the RWAN but would like to continue to utilize resources on the RWAN, such as the video conferencing bridge, video conferencing firewall traversal, and Elluminate. Select Option C if you are <u>not participating</u> in the RWAN and <u>do not</u> want to utilize the RWAN resources previously mentioned.

I do want to point out that you are not being asked about participation in PAUInet. The RFP process did not provide a cost effective solution to make this connection. As such, IU5 continues to investigate alternatives and will be providing updated information before the E-Rate filing window closes. Participation in PAIUnet will come under a separate letter with final costs outlined.

Please complete the appropriate forms and return them in the enclosed envelope. IU5 must receive these forms by <u>Friday, March 21, 2014</u> to provide enough time to complete E-Rate paperwork. If we do not receive the completed form, we will assume you have selected Option C on the participation form.

If you have any questions, please do not hesitate to contact me.

Sincerely,

Vince Humes

**Director Innovative Technology Solutions** 

# Northwest Tri-County Intermediate Unit

# Regional Wide Area Network Participation Form July 1, 2014 – June 30, 2017

*	Option A  Full participation in the	RWAN. Please complete and sign the Service Agreement form.			
	Option B  Not participating in the RWAN, but would like to continue utilizing resources on the RWAN (Maintenance and Sustainability Fee)  The Maintenance and Sustainability Fee will be \$52.43 for the 14-15 school year and will be billed monthly. This fee will be reconciled each year during the E-Rate filing window and adjusted for				
		g in the Maintenance and Sustainability Fee will be charged a fee for RWAN resources are utilized.			
	Option C  Not participating in the	RWAN or the Maintenance and Sustainability Fees			
Date	3/10/14				
District:		Warren County School District			
Supe	rintendent:	Dr. William Clark			
Supe	rintendent Signature				

# Regional Wide Area Network (RWAN) Service Agreement Between the Northwest Tri-County Intermediate Unit 5 And

# Warren County School District

# Term and Payment

This agreement between the Northwest Tri-County Intermediate Unit 5 ("IU5") and Warren County School District ("Participating Educational Organization") shall be in effect for Three (3) years, beginning July 1, 2014 and ending June 30, 2017, with optional extensions. The Warren County School District shall pay the price in the chart below to IU5 for Regional Wide Area Network ("RWAN") services as delineated here in.

#### Base Level Services

For the term of this agreement, base level services shall include:

- Connectivity (base 100 Mbps) from the school district hub-site to the RWAN. The RWAN will interconnect all
  Participating Educational Organizations to each other, to IU5, and other nodes as available for the exchange of
  educational content and administrative services. RWAN transport services will be provided by Velocity.Net
  Communications Inc., including a leased network edge device.
- 2. **Internet** (minimum base of 10 Mbps) provided through the RWAN connection. The Participating Educational Organization may add Internet yearly during the E-Rate filing window at a cost of \$5.00 per Mbps per month. (E-Rate eligible)
- 3. Acquisition of content, materials, and programs coordinated by the IU/Districts/CTC. Access to and use of these services may be optional. For some items, additional consortium or local fees may apply. (Not E-Rate eligible)
- 4. RWAN network management services and maintenance such as E-Rate filing, RFP management, and sustainability fees (Not E-Rate eligible)

## Pricing (Per Month)

(A) Service <sup>1</sup>	(B) Size	(C) Price	(D) Check if	(E) Cost of Selected Item
			Selecting	
RWAN connection <sup>2</sup> Select Only One	(1) 100 Mb	\$785.00		
	(2) 1 GB	\$1,385.00	×	\$1,385.00
Internet Mb	10 MB	\$50.00		\$50.00
Additional Internet <sup>3</sup>	<u>90</u> мв	\$5.00 per MB	X	料450-00 (Multiply your additional MB x \$5.00)
E-Rate Filing		\$49.85		\$49.85
Contract and RFP management		\$9.92		\$9.92
Maintenance and Sustainability				\$52.43
Fee <sup>4,5</sup>		\$52.43 <sup>4,5</sup>		
Total Monthly cost <sup>7,8</sup>		2.4.4		\$1997.20

<sup>&</sup>lt;sup>1</sup> Changes to services will be done through written communication between the Participating Educational Organization and IU5

<sup>&</sup>lt;sup>2</sup> Please select either option 1 or 2

<sup>&</sup>lt;sup>3</sup> If you are selecting more than 75mb of Internet, it is suggested you select the 1 GB RWAN connection

<sup>&</sup>lt;sup>4</sup>The fund will be reconciled yearly during the E-Rate filing window, the cost listed is the estimate for 14-15

<sup>&</sup>lt;sup>5</sup> The cost can fluctuate each year and is determined during the reconciliation period

<sup>&</sup>lt;sup>7</sup> Every Participating Educational Organization has a different E-Rate discount

<sup>8</sup> To calculate your **estimated** e-rate savings, add the green totals in column E and multiply by your E-Rate discount percentage which was **74%** for the 13-14 school year

# Contingencies, Stipulations and Conditions

- The RWAN will be owned and operated by Velocity.Net Communications Inc. Failure of performance or delivery of services should be addressed to Velocity.Net. Please also notify IU5 of any problems with the service.
- The costs listed in this agreement are dependent upon final approval of a contractual agreement between IU5 and Velocity.Net Communications, Inc.
- The Participating Educational Organization agrees to provide 120 volt power with a 500VA Uninterrupted Power Supply (UPS) for Velocity. Net service equipment within six feet of a mutually agreed upon interior structure point of entry at each physical school RWAN hub location.
- The Participating Educational Organization agrees that remote access to the RWAN can only be provided to sites for which the connections would be eligible for discount under the federal E-rate program. No direct remote public access to the RWAN via wireless, dial-up, or other network connection will be provided to any homes, businesses, organizations, employees, students, or individuals. All teachers, students, and administrators shall connect to the RWAN from home via commercial Internet Service Providers (ISP) only.
- All service equipment and any wiring installed by Velocity. Net shall be owned by and remain as the property of Velocity. Net, and legal title of same shall be held by Velocity. Net. IU5 or the Participating Educational Organization may not relocate, tamper with, or modify any service equipment.
- Penalties and/or credits for failure of performance or delivery of services will be due from Velocity. Net Communications, Inc. as stipulated in the Master Service Agreement between Northwest Tri-County Intermediate Unit 5 and Velocity. Net Communications, Inc. Penalties and/or credits will be reflected as reduced payments from the Participating Educational Organization to IU5.
- If Velocity. Net is not able to deliver services by the start date specified in the term selected above, the Participating Educational Organization only will pay for services beginning the month the service is installed. If the provider delivers the network but the Participating Educational Organization is not ready, the Participating Educational Organization is still responsible for payment.

#### Amendments

After negotiations with Velocity.Net, IU5 may submit an amendment to this contract reflecting the final terms. Any such amendment must be agreed to and signed by both parties.

### **Billing**

Each district will be invoiced **monthly** for the costs due. For the initial contract year, the Participating Educational Organization will be invoiced after the go-live date for the Participating Educational Organization.

Cessation of services may occur if payment is not received within 90 days of receipt of invoice.

The costs in this agreement are before E-Rate discounts have been applied. The IU will file an E-Rate application on behalf of the school districts and will discount monthly bills or provide reimbursement by the appropriate E-Rate discount amount when the consortium E-Rate application is approved.

#### Assurances

This contract constitutes the entire Agreement between the parties. No agent, representative, employee or officer of the Participating Educational Organization or the Intermediate Unit has authority to make, or has made, any statement, agreement or representation, oral or written, in connection with this Agreement which in any way can be deemed to modify, add to, or detract from or otherwise change or alter the terms and conditions of this Agreement.

This Agreement shall be governed by and interpreted and enforced in accordance with the laws of the Commonwealth of Pennsylvania and decisions of the Pennsylvania courts.

In signing this contract you are attesting that, as of the start of the RWAN services, your School District, Career & Technical Center,