REQUEST FOR PROPOSALS

FOR CELLULAR PHONE SERVICE

REQUESTED BY:

EDISON SCHOOLS, INC.

JULIE ZALDUMBIDE 521 FIFTH AVENUE, 11TH FLOOR NEW YORK, NY 10175 November 8, 2004

> Phone 212 419-1801 Fax 212 419-1724

Introduction

Edison Schools Consortium, on behalf of forty-seven (47) schools, is issuing a Request for Proposals for cellular phone phone service. A list of these schools can be found in Attachment I.

The Purpose of the RFP

The purpose of the Request for Proposals (RFP) is to enable the Edison Schools Consortium (Edison) to make a purchasing decision for cellular phone service. Edison intends to acquire the most cost-effective, highest quality services available for all of the schools it purchases local phone services for.

Note that Edison will be applying for Universal Service (E-rate) discounts to help support the cost of the eligible services that are the subject of this RFP. Therefore, the successful provider(s) must agree to cooperate fully and in a timely manner with any and all requests for information that Edison needs to secure the E-rate discounts to which it is entitled, whether such requests come from (a) Edison or an authorized representative of Edison, (b) the Schools and Libraries Division of the Universal Service Administrative Company ("SLD") or (c) any other official agency or entity.

Note further that the services that are the subject of this RFP are mostly eligible for E-rate support. Some of the services, however, are not. Therefore, where applicable, service providers MUST provide separate price quotes for eligible and ineligible services. Ineligible services include call accounting systems, call sequencer, intercom and PA or paging systems, end-user support, call detail recording and handsets.

Background

Currently the Edison network consists of eighty-seven (87) schools, which include elementary, middle and high schools, as well as Edison Schools Headquarters and associated offices.

Current Cellular Phone Service Configuration

Most of the schools that are managed by Edison have cellular service provided by various carriers depending on the area of the country that the school is located in. A list of the these schools are provided below.

Objectives

Edison has clear objectives in mind. Because Edison will be submitting a consortium application for E-rate support that will cover all eligible school sites listed herein, billing services must be tailored to accurately reflect eligible and ineligible charges for each school, as required by the E-rate program's rules and regulations. (See details in billing section below).

Each provider submitting a bid must provide a copy of their Service Level Agreements (SLAs) for the cellular service.

Each company submitting a bid MUST have a Service Provider Identification Number (SPIN). There are NO EXCEPTIONS to this requirement.

Billing

Edison will require customized billing for cellular services. The service provider will be required to submit all invoices to each individual school. An additional requirement includes a summary invoice for each school listed in the Attachment, to be provided to Edison Schools headquarters locations.

Evaluation Process

Edison will award the contract to the lowest-cost, responsible service provider. This may be done on a school-by-school basis. To select the preferred vendor(s), Edison will apply the best value concept. Price will be our primary consideration. However, we will also consider other criteria, including, but not limited to:

- The ability, capacity and skill of the service provider to provide the services required.
- Prompt and on-time delivery of supplies, services, or equipment without delay or interference.
- The service provider's character, integrity, reputation, judgment, experience and efficiency.
- Available maintenance and repair for services offered.
- A solution that is functional but is also flexible enough to offer alternatives and future opportunities.

Service providers will be asked to provide existing customer contacts and references.

Rules Governing Proposal

Address and Delivery of Proposal

Proposals must be submitted to:

Julie Zaldumbide Edison Schools, Inc. 521 5th Avenue, 16th Floor New York, NY 10175

Deadlines for Proposal

Service providers must submit proposals by December 8, 2004.

Policy on Late Proposals

All proposals must be submitted by the date listed above. Proposals submitted after this date will not be accepted.

Number of Copies and Proposal Response Format

All bids must be submitted in triplicate and should contain:

- The name of the company
- The Company SPIN number
- The contact person
- The company mailing address, phone number
- The company fax number and e-mail address of the contact person
- Copy of the companies W-9

Acceptance of Alternate or Multiple Proposals

When submitting a proposal, service providers automatically agree to the terms, conditions, provisions and requirements in this RFP. Proposals must comply fully with all conditions and requirements. Edison may reject conditional proposals and proposals that differ from the specifications or consider them non-responsive.

Duration of the Offer

Proposals must be valid for a minimum of 90 days following the closing date of the proposal.

Contact Names for Inquiries or Additional Information

All questions on this RFP should be directed to:

Julie Zaldumbide Phone: 212 419-1801 Fax: 212 419-1724

E-mail: telecomrfp@edisonschools.com

Terms and Conditions

The Project Timeline

- Edison's signed acceptance of the vendor's signed proposal constitutes a fully executed, legally binding agreement.
- Immediately after Edison accepts the vendor's proposal, the vendor will enter into with Edison and quickly complete final, good faith negotiations.
- Implementation of the contract will begin on July 1, 2005 and terminate on June 30, 2006.
- Multi-year bids will be considered, but no longer than 3 years maximum.

The proposal will contain a schedule of activities and describe each phase of the project. Activities should include, but are not limited to the following:

- Sending each user any new equipment needed
- Schedule migration dates for each individual
- Set up billing for each school and summary bill for headquarters

Laws and Policies to be observed

The vendor will keep fully informed of, and will comply with, all existing and future state and federal laws, all municipal ordinances, and all of Edison's company policies that affect, in any manner

- Those engaged or employed in the work.
- Those engaged or employed with the materials used in the work.
- The conduct of the work.

Indemnification Policy

The vendor will indemnify, defend, and hold harmless Edison against all of the following:

- Claims or suits for damages or injury arising from any activity, work, or thing
 done, permitted or suffered by the vendor in conjunction with this contract
 (including copyright and patent infringements)
- Claims arising from any breach or default of any obligation of the vendor
- Costs, attorney fees, expenses, and liabilities related to any claim or proceeding brought within the scope of this indemnification

Infringement Policy

Vendors will hold harmless, indemnity, and defend Edison against all claims, suits, liabilities, and expenses of alleged infringement of any patent, copyright, or trademark that result from or arise in connection with the manufacture, sale, normal use, or other disposition of any article or materials furnished in this contract. Edison may participate in the defense of any such claim or suit without relieving vendors of any obligation to this contract.

Attorney's Fees

If either party brings a lawsuit to enforce any of the provisions of this contract, the parties agree that a court of competent jurisdiction may determine and fix a reasonable attorney's fee to be paid the prevailing party.

Independent Contractor Status

The vendor is an independent contractor retained by Edison to perform the work described. All personnel employed by the vendor, including Subcontractors and personnel of Subcontractors approved by Edison, are not and will not be deemed employees of Edison. The vendor and approved Subcontractors will comply with all state and federal laws pertinent to employment and compensation of their employees or agents, including the provisions of Workers' Compensation. Edison will not, under any circumstance, be liable to the vendor for any person or persons acting for him/her; or for any death, injury, or property destruction or damage received or claimed stemming from the activities undertaken in this agreement.

Assign Work to Vendor

Edison enters into this agreement after considering the proposal of the vendor. The vendor will not assign the duties, responsibilities, or obligations of this agreement to any other firm, company, entity, or individual, except with the express written consent of Edison.

General and Work Conditions

Vendor's licensing laws

All vendors will be licensed according to the laws of the states of the schools listed in this RFP. Any vendor or contractor not so licensed is subject to the penalties imposed by such laws.

Edison requires that all vendors and Subcontractors be licensed to provide service in the community.

Taxes

The vendor assumes exclusive liability for all sales, use, excise, and other taxes, charges, or contributions. The vendor will pay these before delinquency. The vendor assumes the liability for articles sold or material or work furnished on the wages, salaries, or other remuneration paid to employees of this contract. The vendor will indemnify and hold Edison from any liability and expense if the vendor fails to pay such taxes or contributions.

Hours of work

The regular hours of Edison are 8:00 am through 5:00 pm, Monday through Friday. Unless the work will be disruptive to the employees and students of Edison, all work will be completed within the regular working hours. If work will disrupt the employees and students, then the work must be scheduled after 5:00 pm or on weekends. Edison will determine if work is disruptive.

Safety

All equipment and materials will comply with all federal, state, and local safety rules and regulations, including OSHA.

Storage

The vendor will be responsible for delivering and storing all materials and equipment, and any costs necessary to cover loss or damage of the materials and equipment.

Documentation

All proposals must include a complete model number and a technical specification brochure for each type of equipment proposed. This includes dimensions, power consumed, operating environment, pictures, and other documentation that fully describes all items subject to bid.

Changes

Edison may revise or amend the RFP or request changes in the system configuration. Edison will furnish in writing and with reasonable promptness any additional instructions or updates. Only Edison will name changes to the proposed system.

If Edison revises or amends the RFP, we will publish and mail addenda to all vendors holding RFPs and bid documents. If necessary, Edison will postpone the proposal opening to allow time to respond to these updates. Edison will reschedule the proposal opening at least 10 calendar days after the last updates are issued.

Default Conditions

If the vendor breaches any provision, becomes insolvent, enters voluntary or involuntary bankruptcy or receivership proceedings, or makes an assignment for the benefit of creditors, Edison will have the right (without limiting any other rights or remedies that it may have in the contract or by law) to terminate this contract by written notice to the vendor.

Edison will then be relieved of all obligations, except to pay the value of the vendor's prior performance (at not exceeding the contract rate). The vendor will be liable to Edison for all costs exceeding the contract price that Edison incurs in completing or procuring the work. Edison's right to acquire strict performance of any obligation in this contract will not be affected by any previous waiver, forbearance, or course of dealing.

Conditions to Terminate Contracts

Edison will have the right to declare the contract terminated if

- the vendor fails to perform any of the provisions of the contract; OR
- Edison loses its appropriations for the time period specified in this contract.

Edison will provide a written notice to the vendor that the contract is terminated. Edison will not incur any penalties for terminating the contract as a result of the stated conditions.

If the contract is terminated due to a lack of appropriations, Edison agrees to provide legal documentation of such events to the vendor. In addition, Edison will not procure the same services outlined in this contract from another vendor for the duration of this contract.

The vendor recognizes that technological obsolescence is a concern for Edison. Please describe if you will allow Edison to terminate its contract due to technological obsolescence and under what conditions.

Excuses for Non-Performance

Either party will be absolved from its obligations under this contract if the following occurrences delay or prevent performance, and reduce or eliminate articles or materials needed for the work:

- Acts of God
- fire
- explosion
- war
- riots
- strikes
- labor disputes
- governmental laws, orders, and regulations

Compensation Policy

Until Edison inspects and accepts the work, the vendor agrees to receive and accept the prices shown as full compensation for

- All materials and work described in this order
- All loss or damage arising from the nature of the work, the action of all elements, or any unforeseen difficulties or obstructions
- All risks of every description connected with the work
- All expenses incurred by or in consequence of the suspension of discontinuance of work

The vendor will faithfully complete the work according to the requirements of Edison.

Service provider Qualifications

Service provider Profile/Company History

Provide a brief history of your company's experience in telecommunications. Include details on management, sales, installation and maintenance structure.

Financial Stability

The service provider must certify that they have no less than five years experience in providing the type and quantity of services required in this bid. The service provider must further provide proof of financial stability including data from their most recent fiscal year and revenue figures.

References

Please list at least five references that have been successfully using your phone maintenance services for at least one year.

Implementation and Testing

Implementation

Provide a milestone chart for each major phase (component) of the overall project. Use a week-by-week gradient. Phases include:

- Prepare and sign contract
- Obtain individual cell phone numbers for migration process
- Send out any new equipment needed for migration
- Schedule migration dates for schools
- Set up billing for each individual school and summary for headquarters

0113 Seven Hills Charter School 51 Gage Street 3501 Minnesota 485					St		Numbe r of cell phones
123 Williams Edison	Site ID	Site Name	Address	City	ate M	Zip 016	at each
124 Garfield Edison	0013	Seven Hills Charter School		Worcester	Α		1
129	0123	Williams Edison		Flint	MI		1
Display	0124	Garfield Edison	McClellan Rd	Flint	MI	05	1
Duluth Schools	0130,	Emerson-Edison Junior Academy		Colorado Springs	0	09	3
0210 Wyatt Edison 3620 Franklin St Denver O 05 2 941 9		Duluth Schools		Duluth	N	03	5
0226 Edison Charter Academy 3531 22nd Street San Francisco CA 14 1 200 14 10 14 14 14 14 14	0210	Wyatt Edison	3620 Franklin St	Denver		05	2
0229 Friendship Edison Chamberlain 1345 Potomac Av Washington DC 200 2	0226	Edison Charter Academy	3531 22nd Street	San Francisco	CA	14	1
0233 Friendship Edison Woodridge 2959 Carlton Av Washington DC 18 6 943	0229	Friendship Edison Chamberlain	1345 Potomac Av	Washington	DC	03	1
Decision Brentwood Academy Computer Co	0233	Friendship Edison Woodridge	2959 Carlton Av	Washington	DC	18	6
Cash	0234	Edison Brentwood Academy	2086 Clarke Ave.	East Palo Alto	CA	03	3
NE	0235		2033 Pulgas Ave. 725 19 th Street	East Palo Alto	CA	03	2
O313	0301		NE	Washington	DC	19	8
O317 Chicago International Charter School Street 4401 Dayton O 454 O322 Dayton Academy Liberty Road Dayton H 18 2	0313	Edison Oakland		Ferndale	MI	20	2
Dayton Academy	0317	Chicago International Charter School	Street	Chicago		43	2
0354	0322	Dayton Academy		Dayton			2
0400	0354	Allen-Edison Village School		Kansas City		11	5
2801 Ft. Sumter		Friendship Edison Carter Woodson	Street 4095 Minnesota	-	DE	02 200	5
1300 Pauline 890 1300 Pauline 890 144 2 890 145 2 890 145 2 890 145 2 890 145 2 890 145 2 891 1416 West 142 143 144	0401	Campus		ŭ	DC		56
10547		Cahlan Elementary School		· ·	NV		
0548		,	•	Ü			2
931 Franklin 891	0547	Lincoln Elementary	3010 Berg Street	Las Vegas	NV		2
NV Note	0548	Ann Lynch Elementary		Las Vegas	NV		2
2050 Sapphire	0549	John S. Park Elementary School	Avenue	Las Vegas	NV		2
0551 Charles I. West Middle School Stone Avenue Las Vegas NV 06 2 201 East Armour M 641 0623 Derrick Thomas Academy Boulevard Kansas City O 11 Billed 1416 West O 454 W/site 0437 Dayton View Academy Riverview Ave. Dayton H 07 0322 Milwaukee Urban League Academy 3814 North 532 0543 of Business & Economics Avenue Milwaukee WI 10 Jeremiah Gray-Edison Elementary 6548 Orinco 462	0550	Ronnow Elementary		Las Vegas	NV		2
0623 Derrick Thomas Academy Boulevard Kansas City O 11 Billed 1416 West O 454 w/site 0437 Dayton View Academy Riverview Ave. Dayton H 07 0322 Milwaukee Urban League Academy 3814 North 532 0543 of Business & Economics Avenue Milwaukee WI 10 Jeremiah Gray-Edison Elementary 6548 Orinco 462	0551	Charles I. West Middle School		Las Vegas	NV		2
0437Dayton View AcademyRiverview Ave.DaytonH070322Milwaukee Urban League Academy3814 North5320543of Business & EconomicsAvenueMilwaukeeWI10Jeremiah Gray-Edison Elementary6548 Orinco462	0623	Derrick Thomas Academy		Kansas City			4 Billed
0543 of Business & Economics Avenue Milwaukee WI 10 Jeremiah Gray-Edison Elementary 6548 Orinco 462	0437			Dayton		07	w/site 0322
	0543	of Business & Economics	Avenue	•	WI	10	5
	0601	•		Indianapolis	IN		6
0620 Sulzberger Middle School 4725 Fairmount Philadelphia 191	0620	Sulzberger Middle School	4725 Fairmount	Philadelphia		191	6

		Ave.		PA	39	
		7575			462	Billed w/site
0651	Rosa Parks - Edison Elementary	Wellingshire Blvd	Indianapolis	IN	17	601
		3017 North 13th		М	631	
0652	Confluence Academy	Street	St. Louis	0	07 122	1
0407	New Covenant Charter School The Charter School of Science &	174 3rd St.	Albany	NY	10 146	5
0408	Technology	690 St. Paul St.	Rochester	NY	05 174	13
0410	Lincoln Edison Charter	559 W King Street 1500	York	PA	04	10
	The Renaissance Academy-Edison	Townshipline	D		194	
0411	Charter School	Road 1101 South 15 th	Phoenixville	PA	60 627	6
0446	Feitshans Edison	Street 1200 N.	Springfield	IL	03	14
	Furman L. Templeton Elementary	Pennsylvania	.	М	212	14
0451	School	Ave.	Baltimore	D	17	See
0.450	0	1011 N O''	D 111	М	212	site
0452	Gilmor Elementary School	1311 N. Gilmor	Baltimore	D	17	0451 See
		2040 E. 32 nd		М	212	site
0453	Montebello Elementary School	St.	Baltimore	D	18 104	0451
0531	Harriet Tubman Charter School	3565 Third Ave	Bronx	NY	56 152	4
0653	RAPAH	120 S Whitfield 2501 Kensington	Pittsburgh	PA	06 191	5
0529	Mariana Bracetti Charter School	Ave	Chester	PA	25	5
0661	Confluence Walnut Park Campus	5421 Thekla Avenue	St. Louis	М О	631 20	5
0662	Omar Blair Charter School	4905 Cathay St	Denver	C	802 49	5
		•			480	
0664	Ben Ross Public School Academy	8525 Cole Road	Warren	MI	93 191	5
0665	Renaissance Advantage Charter Sch	1712 S. 56 th St	Philadelphia	PA	43	5