

35931
ADOPTED – BOARD OF TRUSTEES
COMMUNITY COLLEGE DISTRICT NO. 508
JULY 9, 2026

**BOARD OF TRUSTEES OF COMMUNITY COLLEGE DISTRICT NO. 508
COUNTY OF COOK AND STATE OF ILLINOIS**

**TRAINING PROGRAM AND EQUIPMENT PURCHASE AGREEMENT
DMG MORI USA, INC.**

**RICHARD J. DALEY COLLEGE – ARTURO VELASQUEZ INSTITUTE- MANUFACTURING PROGRAM
DISTRICT OFFICE**

THE CHANCELLOR RECOMMENDS that the Board of Trustees authorizes the Chair, upon final approval of the General Counsel as to the legal form of such agreement, to enter into an agreement with DMG Mori to purchase equipment and develop a training and apprenticeship program for the period beginning no sooner than July 9, 2026 and continuing for five (5) years thereafter at a cost a cost not to exceed \$1,400,000.

VENDOR: DMG Mori USA, INC.
2400 Huntington Blvd.
Hoffman Estates, IL 60912

USERS: District Office

TERM:

ORIGINAL TERM:

The original term of this agreement shall commence no earlier than July 9, 2026, and continue for five (5) years thereafter.

SCOPE OF SERVICES:

The District and DMG Mori USA, Inc (“DMG Mori”). desire to create a Training and Apprenticeship Program (the “Program”) to be located at Arturo Velasquez Institute, a satellite campus of Richard J. Daley College. The Program will include a training component and an equipment purchase component.

Equipment Purchase Component

DMG Mori will sell the District the Equipment utilized for the Program. Specifically, DMG Mori will sell the District the five machines immediately set forth below at a cost not to exceed \$1,368,203.28 (collectively, the “Equipment”). Such payment for the Equipment is due at the end of year three (3) of the agreement. In collaboration with the City Colleges of Chicago Foundation, the District intends to fundraise to cover the cost of the Equipment.

N	Machine Type	S/N	TOTAL	Residual Value after 36m
1	DMU50Ge3	T.B.D.	\$ 573,959.48	\$ 313,108.46
2	LT30SLM US	LT30S251004	\$ 522,525.25	\$ 285,049.63
3	NHX4000Ge4	T.B.D.	\$ 353,126.25	\$ 192,638.43
4	NLX2500/700Ge2	NLX25251063	\$ 306,548.80	\$ 167,229.61
5	NTX1000Ge3	NTX13260307	\$ 751,897.55	\$ 410,177.15
	Total		\$ 2,508,057.33	\$ 1,368,203.28

DMG Mori shall provide, at no cost to the District, ancillary equipment (the “Ancillary Equipment”) necessary to utilize the Equipment for training purposes. This Ancillary Equipment includes equipment such as CNC simulators, specialty tools, probing and quality assurance equipment.

Training Component

The District plans to negotiate with DMG Mori to include apprenticeships and/or internships in connection with the Program. The number of such apprenticeships and/or internships, if any, will be included in the agreement.

The District will update, at the District’s cost, the lab location that will house the Program at Arturo Velasquez Institute. The lab update will include the removal of antiquated manufacturing equipment and related infrastructure, new opening and over-head door between the labs, new eye wash station, drinking fountain, electrical & HVAC upgrades for new equipment, and dock lever. It is anticipated such lab update will cost up to \$988,069.06. The Board previously approved the cost of this lab update in Board Report #35897 on June 4, 2026.

DMG Mori will provide certain District faculty members with training on the overall operation of the Equipment, along with “train-the-trainer” sessions that will enable District instructors to instruct students using the Equipment. DMG Mori and the District will collaborate to create a new MTEC suite of programs including both credit and noncredit training classes.

Courses will include the below. Courses may be mutually revised by the parties, as needed.

PRODUCTS & SERVICES PROVIDED AT CCC (AVI) **CITY COLLEGES OF CHICAGO** **DMG MORI**

A. New introduction of Proficiency Programs (Co-developed, CCC instructed) Target Audience: DMG MORI customers

5-axis | DMU 50 (3 weeks)
This class will be designed to upskill current CNC programmers & operators to Advanced manufacturing on multi axis machining platforms

Class Time 7:00am – 3:00pm
Max. class size 6

Turn-Mill | NTX 1000 (3 weeks)
This class will be designed to upskill current CNC programmers & operators to Advanced manufacturing on multi axis turn-mill platforms

Class Time 7:00am – 3:00pm
Max. class size 6

SLM | LT 30 SLM (3 weeks)
This class will be designed to introduce the powder bed platform to current CNC programmers & operators

Class Time 7:00am – 3:00pm
Max. class size 6

B. Internal Training Programs (Already developed, DMG MORI instructed) Target Audience: DMG MORI employees

Machine Tools 101 (2 day)
This class is designed to provide insight into the machine tool world. Typical enrollment are non-technical DMG MORI employees and new hires

Class Time 7:00am – 3:00pm
Max. class size 12

Sales Consulting, Hands-on (3 weeks)
This class is designed to support our internal new hire Sales staff consisting of product training, sales process, etc.

Class Time 7:00am – 3:00pm
Max. class size 6

C. Apprentice Program Training (Co-developed, CCC & DMG MORI instructed) Target Audience: DMG MORI Apprentices

Service Apprentice Mechatronics (2-year program)
- OSHA 10 certification
- General Mechatronics (3 weeks)
- Factory training

Applications Apprentice (18-month program)
- CNC Basics
- CNC Setup
- Quality & Inspection

D. General Technical Classes (Already developed, CCC instructed) Target Audience: DMG MORI employees & customers

General Applications classes

- Control Navigation
- CNC Setup
- Tool registration
- Offset / Wear compensation

Class Time 7:00am – 3:00pm

Max. class size 6

E. General Technical Classes (Already developed, DMG MORI instructed) Target Audience: DMG MORI employees & customers

Service classes

- Electrical training
- Mechanical training
- Machine recovery
- Assembly repair

Class Time 7:00am – 3:00pm

Max. class size 6

Multi Axis Applications classes

- CNC Setup
- Tool registration
- Offset / Wear compensation
- 5 –axis cycles

Class Time 7:00am – 3:00pm

Max. class size 6

Software classes

- CAD design
- CAM program processing
- Tool path verification

Class Time 7:00am – 3:00pm

Max. class size 6

F. New introduction of Proficiency Programs

- + Joint content development
- + CCC Instructors
- + CCC registration
- + DMG MORI 3rd Party Payer for Customers

The District and DMG Mori intend to launch classes and programs in accordance with timeline listed below. The below timeline may be mutually revised by the parties, as needed.

	Year 1				Year 2				Year 3				Year 3				Year 3			
	Q1	Q2	Q3	Q4	Q5	Q6	Q7	Q8	Q9	Q10	Q11	Q12	Q9	Q10	Q11	Q12	Q9	Q10	Q11	Q12
Develop and initiate DMG Proficiency Training A																				
Develop and initiate DMG Proficiency Training B																				
Develop and initiate DMG Proficiency Training C																				
DMG Mori Internal Training - Machine Tools																				
DMG Mori Internal Training - Sales Consulting																				
Develop and initiate Service Apprenticeship Training																				
Develop and initiate Applications Training																				
General Technical Classes - General Applications																				
General Technical Classes - Service Classes																				
General Technical Classes - Multi Axis Applications																				
General Technical Classes - Software Classes																				
Develop and Initiate New CCC CE Training																				
Develop New CCC Credit Programming																				

BENEFIT TO CITY COLLEGES OF CHICAGO:

This Program will create work-based learning opportunities for District students with DMG Mori, create apprenticeship and internship opportunities with DMG Mori and will allow the creation of new advanced manufacturing training pathways through the advanced functionality of the proposed DMG Mori manufacturing machinery. The Program will allow the District to train students in advanced techniques in automation, manufacturing processes and CNC machining in preparation for industries requiring extreme precision and efficiency including microelectronics, quantum, defense and

transportation.

VENDOR SELECTION CRITERIA:

In accordance with sole source policy procedures, this service is exempt from the district's competitive bidding process.

MBE/WBE COMPLIANCE:

The Office of Procurement Services has reviewed the proposed compliance plan and recommends a full waiver of the Board Approved MBE/WBE Contract Participation Plan due to the nature of the agreement (strategic partnership & equipment purchase) and the absence of subcontracting opportunities.

GENERAL CONDITIONS:

Inspector General – It shall be the duty of each party to the agreement to cooperate with the Inspector General for City Colleges of Chicago in any investigation conducted pursuant to the Inspector General's authority under Article 2, Section 2.7.4(b) of the Board Bylaws.

Ethics – It shall be the duty of each party to the agreement to comply with the applicable provisions of the Board's Ethics Policy adopted January 7, 1993, and as amended by the Board.

Contingent Liability – Pursuant to Section 7-14 of the Illinois Public Community College Act, all agreements authorized herein shall contain a clause that any expenditure beyond the current fiscal year is subject to appropriation in the subsequent fiscal year.

FINANCIAL

Total: \$1,400,000

Charge to: TBD

Source of Funds: TBD

Budget Line: TBD

Respectfully submitted,

**Juan Salgado
Chancellor**

JULY 9, 2026 – RICHARD J. DALEY COLLEGE - ARTURO VELASQUEZ INSTITUTE - MANUFACTURING PROGRAM