



# City Council Report

**Date:** July 8, 2015  
**To:** City Council  
**Through:** Alex Deshuk, Manager of Technology and Innovation  
**From:** Edward Quedens, MPA, C.P.M., CPPO, Business Services Director  
Matt Bauer, MBA, CPPO, CPPB, CPSM, Procurement Administrator  
**Subject:** Purchase of Windows Server 2012 Upgrade Licenses Replacing Server 2008 for the Information Technology Department **(Citywide)**

## Purpose and Recommendation

Council is requested to approve the purchase of Windows Server 2012 Upgrade Licenses as recommended.

The Information Technology Department, and Purchasing recommend authorizing the purchase using the State of Arizona/WSCA cooperative contract with SHI at \$157,504.71.

## Background / Discussion

This software licensing upgrade will provide the necessary license upgrades for the City's server operating system environment as planned for in Information Technologies lifecycle roadmap. By quickly executing this purchase in FY 2015/16, the Information Technology Department will be able to perform upgrades to the systems that seek to leverage the new technology, and allow the City to realize \$50,000.00 in savings for licensing and maintenance in FY 2015/16.

A specific example of where the newer operating system is of huge value is our business analytics program where the server 2012 upgrade is required in order for us to go forward with the next business analytics software upgrade. This licensing is licensing for both City and Police information technology as we jointly plan and collaborate in our lifecycle roadmaps.

The State contract with SHI was competitively bid and meets the City's procurement requirements which allows cooperative use. Pricing is competitive due to the high volume (regional/national) purchases and it is unlikely that competitively bidding will produce better pricing than through the cooperative contract.

## Alternatives

Council may choose not to authorize the purchases and new responses will be solicited.

## Fiscal Impact

This purchase is funded by the Information Technology Department Lifecycle Program budget.

## Coordinated With

Information Technology and Purchasing

### **PURCHASING INFORMATION**

Action: Award

Contracting Agency: State of Arizona/WSCA

Contracting Agency Contract Number: ADSP011-007500

Mesa Contract Number: 2015311

### **AWARD RECOMMENDATION**

***SHI International Corp.***

**Summerset, NJ**

Description	
Software per State of Arizona/WSCA–B27161, ADSP011-007500, Quote #9773607 dated 6/4/2015	
Quantity 4,700 – Microsoft Windows Server 2012 – License, 1 User CAL, Part # R18-04302 at <u>\$22.00/each</u> ; Quantity 230 – Microsoft Windows Server 2012 – License, 1 Device CAL, Part # R18-04301 at <u>\$20.00/each</u> ; and Quantity 10 – Microsoft Windows Server 2012 R2 Datacenter – 2 processors, Part # P71-07860 at <u>\$4,017.00/each</u>	
Base	\$148,170.00
6.3% Sales Tax	<u>\$9,334.71</u>
<b>Total</b>	<b>\$157,504.71</b>