

City Council Report

Date: March 18, 2019

To: City Council

Through: Michael Kennington, Chief Financial Officer

From: Edward Quedens, Business Services Director

Matt Bauer, Procurement Administrator

Subject: Purchase of Microsoft Licensing to Upgrade Information Technology

Department and Mesa Police Department Servers (Funded by Information

Technology Lifecycle Infrastructure Funds) (Citywide)

Recommendation

Council is requested to approve the award as recommended.

The Information Technology Department (ITD), Mesa Police Department, and Purchasing recommend authorizing using the State of Arizona contract with CDW-G; for the purchase at \$216,046.20; based on estimated usage.

Background / Discussion

ITD is upgrading the City's virtual computing systems in support of the latest versions released by Microsoft. This purchase will upgrade the Windows Server operating system (OS) licensing and place its ongoing maintenance under the City's existing Enterprise Agreement with Microsoft. Historically, the City has needed to perform this upgrade every three years to meet demand for applications that require the newer and more secure versions of the OS.

The State of Arizona cooperative contract has been competitively bid and provides for the lowest possible cooperative pricing. Going out for a formal bid would not result in any cost savings to the City.

Purchase Information

Action: Award

Procurement Type: Cooperative Contract Use

Contract Number: 2019127

Contracting Agency/Contract Number: State of Arizona/ADSPO17-149774 Local Consideration: Policy did not apply to this procurement method

Funding Source: Information Technology Department budget through Information

Technology Lifecycle Infrastructure Funds

AWARD RECOMMENDATION

Quantity <u>298</u> – MS EA WIN SVR DCCOREALING PK per Contract No. 2019127, State of Arizona ADSPO17-149774 and Quote KFKR622 - Enterprise Agreement Option dated 10/30/2018

 Base
 \$203,241.96

 Estimated 6.3% Sales Tax
 \$12,804.24

 Total
 \$216,046.20