



City Council Report

Date: July 10, 2023
To: City Council
Through: Mike Kennington, Deputy City Manager/Chief Financial Officer
From: Edward Quedens, Business Services Director
Kristy Garcia, Procurement Administrator
Subject: Dollar Limit Increase to the Term Contract for Information Technology Solutions and Services for Various City Departments as requested by the Department of Innovation and Technology **(Citywide)**

Purpose and Recommendation

Council is requested to approve the contract amendment as recommended.

The Innovation and Technology and Business Services Departments and Purchasing recommend increasing the dollar limit with CDW Government LLC; and SHI International Corp., Years 6 and 7, from \$6,000,000 to \$11,000,000, with an annual increase allowance of up to 5% or the adjusted Consumer Price Index.

Background / Discussion

The contract provides a full range of information technology solution products and services to meet varying requirements of governmental agencies; products available to the City and over 45,000 public agencies nationally, including state and local governmental entities, public and private primary, secondary, and higher education entities, non-profit entities, and other agencies for the public benefit through Omnia Partners cooperative purchasing program. The scope of products and services available under these contracts include standard business and high-end workstations, laptop and notebook computers, network equipment, computer and network products and peripherals, monitors, various cloud, consulting, and technical support services, financing (leasing and conditional sales for related products), various software products, and the contractor's comprehensive product offering.

The City is in Year 6 of the contract and expenditures have reached the contract threshold. DoIT has requested a dollar limit increase for Years 6 and 7.

Over the past couple of years, contract usage has increased as the City has moved numerous standard IT purchases under this contract. That coupled with the increased cost of technology products overall are the primary reasons for this dollar limit increase request.

Mesa, as the lead agency, partnered with the National Intergovernmental Purchasing Alliance Company (National IPA - now Omnia Partners) and led the solicitation that created this term contract for IT Solutions and Services.

Purchase Information

Action: Amendment

Procurement Type: Request for Proposals

Contract Number: 2018011

Renewal Contract Term: Two years (3/1/2023 to 2/28/2025)

Possible Renewals: None

Funding Source: Individual Department's operating budget using the contract for their purchases

Dollar Limit History

Management approved Renewal Award – 5/26/2022:	\$6,000,000.00
Increase Request 7/10/2023 (City of Mesa):	<u>\$5,000,000.00</u>
New Contract Value (Years 6 and 7 – through 2/28/2025):	<u>\$11,000,000.00</u>