



AGENDA MEMORANDUM

First Reading Ordinance for the City Council Meeting August 13, 2019
Second Reading Ordinance for the City Council Meeting August 20, 2019

DATE: August 8, 2019
TO: Peter Zaroni, City Manager
FROM: Peter Collins, Acting CIO
Peterc@cctexas.com
361-826-3735

Kim Baker, Director of Contracts and Procurement
Kimb2@cctexas.com
361-826-3169

<p align="center">Purchase of Hardware, Software, Licensing, and Professional Services for Data Center Remediation</p>

CAPTION:

Ordinance authorizing a four-month service agreement for the purchase of hardware, software, licensing, and professional services from Area Electronics Systems, Inc. dba DataON Storage for \$782,734.00 for the datacenter remediation; appropriating \$782,734.00 from the unreserved fund balance in the Liability and Employee Benefits – General Liability Fund; transferring to the IT Fund; and amending the FY 2018-2019 Operating Budget adopted by Ordinance No. 031548 funded through the Liability and Employee Benefits – General Liability Fund.

PURPOSE:

The replacement of hardware, software and licensing for the data center.

BACKGROUND AND FINDINGS:

The current data center hardware and software is approaching end of life which warrants replacement. DataON has a sole source solution for hardware and software for the replacement of hardware and software for the data center. DataON offers a complete turnkey solution which is encapsulated by their proprietary management software.

Funds to purchase hardware, software, licensing, and professional services from DataON are being funded by a transfer from the Unreserved Fund Balance in the Liability and Employee Benefits-General Liability Fund No. 5611 to the IT Fund No. 5210 in the amount of \$782,734.00.

ALTERNATIVES:

None

OTHER CONSIDERATIONS:

None

CONFORMITY TO CITY POLICY:

This purchase conforms to the City's purchasing policies and procedures and State statute regulating procurement.

EMERGENCY / NON-EMERGENCY:

Non-emergency

DEPARTMENTAL CLEARANCES:

Information Technology

FINANCIAL IMPACT:

Funds in the amount of \$782,734.00 will be appropriated from the Liability and Employee Benefits-General Liability Fund balance, transferred to the IT Fund and appropriated here for this item's expenditure.

Funding Detail:

Fund:	Fund 5611
Organization/Activity:	Liability and Employee Benefits-General Liability Fund
Mission Element:	244
Account:	251850
Project # (CIP Only):	N/A

RECOMMENDATION:

Staff recommends approval of this item as presented.

LIST OF SUPPORTING DOCUMENTS:

Ordinance
Quote