



Chandler • Arizona
Where Values Make The Difference

**PURCHASING ITEM
FOR
COUNCIL AGENDA**

1. Agenda Item Number:

33

2. Council Meeting Date:

June 14, 2012

TO: MAYOR & COUNCIL

3. Date Prepared: May 4, 2012

THROUGH: CITY MANAGER

4. Requesting Department: City Manager

5. SUBJECT: Utilization of the Western States Contracting Alliance (WSCA) Contract AZ #ADSP011-007500 to purchase Lotus Notes annual support and maintenance renewal from SHI International Corporation in the amount of \$91,744.

6. RECOMMENDATION: Recommend utilization of the WSCA Contract AZ #ADSP011-007500 to purchase Lotus Notes annual support and maintenance renewal from SHI International Corporation in the amount of \$91,744.

7. HISTORICAL BACKGROUND/DISCUSSION: The City uses IBM Lotus Notes software for citywide email and calendaring as well as Domino document storage for PD. The Lotus Notes environment includes email and calendaring licenses supporting City full time and temporary staff including onsite contract staff. There are several City applications tightly integrated into Notes including Water Distribution, Water Lab, Water Quality, Water Web reporting and a number of other smaller applications. The annual maintenance includes Lotus Notes Domino servers (processor maintenance renewal), Lotus Notes client (license maintenance renewal & upgrades) and Lotus Enterprise Integrator.

Lotus Notes support provides access to technical assistance resources to resolve software application issues as well as providing software fixes. The maintenance provides application upgrades necessary to operate keeping the systems current.

The City performs an annual audit of licenses in use. This audit indicates that all licenses are in use and no reduction to the number of licenses can be made at this time.

IBM Corporation is the actual provider of the support and maintenance support services and only allows a small group of resellers to sell these services on their behalf. A comparative price inquiry verified that the City will save 10% by purchasing support and maintenance through the WSCA volume discount contract.

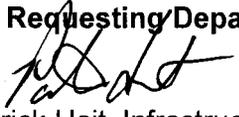
8. EVALUATION PROCESS: WSCA was formed in 1993 by state purchasing directors from fifteen western states with the purpose of establishing a means for participating states to join together in cooperative multi-state contracting in order to achieve cost-effective and efficient acquisitions of products and services as well as to take advantage of large quantity volume discounts. The pricing offered through the WSCA contract for this support shows a cost savings of \$6,106 over last year's AZ State contract pricing.

9. FINANCIAL IMPLICATIONS: Funds for this project are available from the following accounts: 101.1199.5419.0.0.0 General Fund, IT Administration, Other Repair and Maintenance \$7,485 and 403.1290.5419.0.0.0 Computer Lease Fund, Capital Non-Departmental, Other Support and Maintenance in an amount not to exceed \$84,259.

10. PROPOSED MOTION: Move to approve the utilization of the Western States Contracting Alliance (WSCA) Contract AZ #ADSPO11-007500 to purchase Lotus Notes annual support and maintenance renewal from SHI International Corporation in the amount of \$91,744.

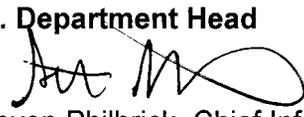
APPROVALS

11. Requesting Department



Patrick Hait, Infrastructure Manager

12. Department Head



Steven Philbrick, Chief Information Officer

13. Procurement Officer



Carolee Stees, CPPB

14. City Manager



Rich Dlugas