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PURCHASING ITEM
FOR
COUNCIL AGENDA

1. Agenda Item Number:

24

2. Council Meeting Date:

January 23, 2014

TO: MAYOR & COUNCIL

3. Date Prepared: December 20, 2013

THROUGH: CITY MANAGER

4. Requesting Department: City Manager

5. SUBJECT: Purchase of annual Secure Maintenance of citywide Cisco network equipment

6. RECOMMENDATION: Recommend approval of the utilization of City of Tempe contract #IT11-048-01 for the purchase of annual Secure Maintenance of citywide Cisco network equipment from Nippon Electric Corporation (NEC) in an amount not to exceed \$81,581.

7. HISTORICAL BACKGROUND/DISCUSSION: This purchase will provide NEC Secure Services for support and maintenance of the City's Cisco network infrastructure software and equipment. This equipment includes switches, routers and connectivity equipment. These are annual recurring costs that cover hardware technical support, repair or replacement in the event of failure. In addition to the hardware maintenance and repair/replacement, the vendor also provides software patches and upgrades for the City's network hardware. The equipment must be kept up to date with these patches in order for the City's network to remain secure and reliable. This agreement also allows for access to technical support resources to escalate issues and obtain resolution to technical problems with the Cisco network equipment.

8. EVALUATION PROCESS: Cisco network equipment and services have been competitively bid by the City of Tempe and were awarded to NEC in June 2011 on behalf of several municipalities, including Chandler who extensively use Cisco equipment and services. The initial contract term was for one year, allowing for three subsequent one year extensions. The contract has been structured with a 40.5 percentage discount from the List Price Product and Service Schedule but also allows users to receive promotional pricing, trade-in pricing and cumulative volume discounts as applicable.

9. FINANCIAL IMPLICATIONS: Funding for this purchase is available in account: 403.1290.5419.0.0.0 Technology Replacement, Non-Departmental, Other Equipment R & M in an amount not to exceed \$81,581

10. PROPOSED MOTION: Move to approve the utilization of City of Tempe contract #IT11-048-01 for the purchase of annual Secure Maintenance of citywide Cisco network equipment from Nippon Electric Corporation (NEC) in an amount not to exceed \$81,581.

APPROVALS

11. Requesting Department

Mitchell P. Robinson for Patrick Hait
Patrick Hait, IT Infrastructure Manager

12. Department Head

Steven Philbrick
Steven Philbrick, Chief Information Officer

13. Procurement Officer

Carolee Stees
Carolee Stees, CPPB

14. City Manager

Rich Dlugas
Rich Dlugas