



Chandler - Arizona
Where Values Make The Difference

**PURCHASING ITEM
FOR
COUNCIL AGENDA**

1. Agenda Item Number:

28

2. Council Meeting Date:
December 10, 2015

TO: MAYOR & COUNCIL

3. Date Prepared: November 9, 2015

THROUGH: CITY MANAGER

4. Requesting Department: City Manager

5. SUBJECT: Purchase of Microsoft Windows Server Licenses

6. RECOMMENDATION: Staff recommends City Council approve the utilization of the Western States Contracting Alliance (WSCA) Contract No. ADSP011-007500, with SHI International Corporation for the purchase of Microsoft Windows Server licenses in the amount of \$70,432.

7. BACKGROUND/DISCUSSION: The City of Chandler utilizes highly virtualized servers to reduce the number of physical servers that must be managed. The current virtual server environment includes 8 physical servers hosting over 350 virtual server instances. This requires purchasing Windows Server licenses when the actual physical servers are replaced. The City recently purchased the replacement server hardware and is now in the process of installing the equipment. Server software must also be purchased for these replacement servers. Rather than licensing each individual virtual server, it is more cost effective to purchase Datacenter Edition licensing. Licensing the physical servers in this manner creates a one time savings of around \$100,000 versus buying individual server licenses.

8. EVALUATION: The State of Minnesota competitively solicited and awarded a contract for software and maintenance services on behalf of the Western States Contracting Alliance (WSCA). The State of Arizona has adopted the WSCA contract and because the City has a current Intergovernmental Agreement with the State, the City can make use of the contract to purchase various software licenses. Staff recommends the cooperative use of this contract because of the benefit of higher discounts due to the combined large volume purchases.

9. FINANCIAL IMPLICATIONS:

Fund Source:

<u>Acct. No.:</u>	<u>Fund Name:</u>	<u>Program Name:</u>	<u>CIP Funded:</u>	<u>Amount:</u>
403.1290.6315.000000	Technology Replacement	No Program	No	\$ 70,432

10. PROPOSED MOTION: Move City Council approve the utilization of WSCA Contract No. ADSP011-007500, with SHI International Corporation for the purchase of Microsoft Windows Server licenses in the amount of \$70,432.

APPROVALS

11. Requesting Department

Patrick Hait, Infrastructure Manager

13. Department Head

Steven Philbrick, Chief Information Officer

12. Procurement Officer

Carolee Stees, CPPB

14. Acting City Manager

Marsha Reed