



**PURCHASING ITEM
FOR
COUNCIL AGENDA**

1. Agenda Item Number:

23

2. Council Meeting Date:
May 12, 2016

TO: MAYOR AND COUNCIL

3. Date Prepared: April 15, 2016

THROUGH: CITY MANAGER

4. Requesting Department: City Manager –
Information Technology

5. SUBJECT: Amendment No. 1 to Agreement No. IT5-915-3515 for Telephone System Maintenance Services and Telephone Equipment

6. RECOMMENDATION: Staff recommends City Council approve Amendment No. 1 to Agreement No. IT5-915-3515, with American Telephone, for telephone system maintenance services and telephone equipment, in the amount of \$102,467 for one year, June 1, 2016, through May 31, 2017.

7. BACKGROUND/DISCUSSION:

This agreement is for maintenance, support, and related components including all parts and labor for the City's telephone system. Service will be provided seven days a week, twenty-four hours a day, with a maximum two hour response time for emergency and twenty-four hour response time for non-emergency outages.

Software and hardware maintenance/support for NEC phone switches	\$ 63,014
911 software maintenance/support	\$ 15,653
Repatee voice mail software maintenance/support	\$ <u>3,800</u>
Sub Total:	\$ 82,467
Onsite repair support as needed (billed @ \$75.00 per hour)	\$ <u>20,000</u>
Total:	\$102,467

This maintenance and support is necessary during the period of time the City continues to utilize the NEC phone system. City staff are currently reviewing the long term direction and planning for the City's telephone system.

8. EVALUATION: On May 14, 2015, City Council approved a competitively procured agreement with American Telephone for telephone system maintenance services and telephone equipment, for a one-year period, with the option of four one-year extensions. American Telephone has agreed to extend for one additional year at the same terms, conditions and pricing.

Staff recommends extension of this agreement for the term of June 1, 2016, through May 31, 2017. This is the first extension of the contract.

9. FINANCIAL IMPLICATIONS: Funds for mobile communication services and equipment will come from various departments' communication telephone service accounts.

10. PROPOSED MOTION: Move City Council approve Amendment No. 1 to Agreement No. IT5-915-3515, with American Telephone, for telephone system maintenance services and telephone equipment, in the amount of \$102,467 for one year, June 1, 2016, through May 31, 2017.

ATTACHMENTS: Amendment

APPROVALS

11. Requesting Department

*for Debbie
Dulanski-Garcia*

Debbie Dulanski-Garcia, IT Special Projects Analyst

13. Department Head

Steven Philbrick

Steven Philbrick, Chief Information Officer

12. Procurement Officer

Carolee Stees

Carolee Stees, CPPB

14. City Manager

Marsha Reed

Marsha Reed

AMENDMENT NUMBER ONE
TO AGREEMENT BETWEEN THE CITY OF CHANDLER
AND
DESIGN BUSINESS COMMUNICATIONS DBA AMERICAN TELEPHONE
FOR
TELEPHONE SYSTEM MAINTENANCE SERVICES
AGREEMENT NO. IT5-915-3515

This Amendment No. 1 to that certain Agreement between the City of Chandler (City) and American Telephone (Contractor) for telephone system maintenance services dated, May 22, 2015 and is entered into this 2nd day of MAY, 2016.

WHEREAS, a one-year Agreement with four additional one-year extension options was awarded to American Telephone for Telephone system maintenance services. This is the first extension option.

NOW THEREFORE, the parties agree as follows:

1. Section 5 This Agreement is extended for a one-year period, June 1, 2016 through May 31, 2017.
2. All other terms and conditions of the above referenced Agreement shall remain unchanged and in full force and effect.

IN WITNESS WHEREOF, the parties have hereunto subscribed their names this 2 day of MAY, 2016.

CITY OF CHANDLER:

By: _____
Mayor

CONTRACTOR:

By: Judy Eplers
Title: Controller

APPROVED AS TO FORM:

City Attorney [Signature]

ATTEST:

City Clerk _____

ATTEST: (If corporation)

[Signature]
Secretary

WITNESS: (If individual or Partnership)

[SEAL]