



Recommendation for Action

File #: 19-1859, **Agenda Item #:** 38.

6/6/2019

Posting Language

Authorize an amendment to the existing cooperative contract with CDW LLC D/B/A CDW Government LLC, to provide Cisco products and services including maintenance and support of City network infrastructure, for an increase in the amount of \$45,000,000 and to extend the term by two years, for a revised total contract amount not to exceed \$55,000,000.

(Note: This contract was awarded by a cooperative purchase agreement with the State of Texas Department of Information Resources in accordance with Chapter 2054 of the Texas Government Code; therefore, goals were not established).

Lead Department

Purchasing Office.

Client Department(s)

Austin Energy; Communications and Technology Management.

Fiscal Note

Funding in the amount of \$1,500,000 is available in the Fiscal Year 2018-2019 Operating Budget of Austin Energy. Funding in the amount of \$2,100,000 is available in the Fiscal Year 2018-2019 Operating Budget of Communication Technology Management. Funding for the remaining term of the contract period is contingent upon available funding in future budgets.

Purchasing Language:

Contract Amendment.

Prior Council Action:

November 3, 2016 - Council approved the original contract, item 37, on a 9-0 vote with Council Member Zimmerman abstaining and Council Member Troxclair absent.

For More Information:

Inquiries should be directed to the City Manager's Agenda Office, at 512-974-2991 or AgendaOffice@austintexas.gov <<mailto:AgendaOffice@austintexas.gov>> or to Jim Howard, at 512-974-2031 or jim.howard@austintexas.gov <<mailto:jim.howard@austintexas.gov>>.

Council Committee, Boards and Commission Action:

May 13, 2019 - Recommended by the Electric Utility Commission on a 6-2 vote, with Commissioners Boyle and Osborne voting against, Commissioner Weldon off the dais and Commissioners Hadden and Stone absent.

Additional Backup Information:

The proposed amendment will consolidate existing Austin Energy and Communications and Technology

Management (CTM) contracts for Cisco SmartNet hardware, software, and support into one contract. This contract will continue to provide, on an as-needed basis, the ability to purchase products and services including maintenance and support for all Cisco hardware and software currently under Cisco's SmartNet maintenance program including network, voice, and security solutions.

The proposed amendment will add services needed by Austin Energy to support higher than forecasted purchases necessitated by the Supervisory Control and Data Acquisition (SCADA) and the Advanced Distribution Management System (ADMS) upgrade projects, and support CTM needs. In addition, new network infrastructure will provide support to the new Austin Energy headquarters building and the Austin Energy information technology (IT) infrastructure plan. The contract will also allow CTM to modernize and upgrade existing equipment including data center technology, the local area network and the wide area network technology and provide for network consultation services. The balance of the amendment increase will be used to purchase replacement Cisco hardware as well as SmartNet hardware and software support for the remainder of the contract term and proposed extensions.

Continued Cisco equipment support is critical to City and Austin Energy IT operations.

Contract Detail:

<u>Contract Term</u>	<u>Length of Term</u>	<u>Current Contract Authorization</u>	<u>Requested Additional Authorization</u>	<u>Revised Total Authorization</u>
Initial Term	5 yrs.	\$10,000,000		\$10,000,000
Proposed Amendment	2 yrs.		\$ 45,000,000	\$45,000,000
TOTALS	7 yrs.	\$10,000,000	\$ 45,000,000	\$55,000,000

Note: Contract Authorization amounts are based on the City's estimated annual usage.