

A G E N D A



Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	70891	Agenda Number	27.
Meeting Date:	May 18, 2017			
Department:	Purchasing			
Subject				
Authorize negotiation and execution of a 36-month contract through the State of Texas Department of Information Resources (DIR) cooperative purchasing program with SIRIUS COMPUTER SOLUTIONS, INC., for the purchase of IBM software licenses and support, professional services, and managed services, in an amount not to exceed \$12,326,680.				
Amount and Source of Funding				
Funding in the amount of \$4,123,467 is available in the Fiscal Year 2016-2017 Operating Budget of Austin Energy. Funding for the remaining 30 months of the contract period is contingent upon available funding in future budgets.				
Fiscal Note				
A fiscal note is not required.				
Purchasing Language:	Multiple vendors were reviewed within this cooperative purchasing program for these goods and services. The Purchasing Office has determined this Contractor best meets needs of the department to provide the goods and services required at the best value for the City.			
Prior Council Action:				
For More Information:	Inquiries should be directed to the City Manager's Agenda Office, at 512-974-2991 or AgendaOffice@austintexas.gov or to the buyer, Debbie DePaul, at 512-322-6235 or Debbie.DePaul@austinenergy.com			
Boards and Commission Action:	May 15, 2017 – To be reviewed by the Electric Utility Commission.			
Related Items:				
MBE / WBE:	This procurement was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9C Minority Owned and Women Owned Business Enterprise Procurement Program. For the goods and services required for this procurement, there were insufficient number of M/WBE's; therefore, no subcontracting goals were established.			

Additional Backup Information

The contract is for the purchase of IBM software licenses, support and maintenance services of a consolidated software portfolio including new IBM software products, existing software maintenance and support, software as a service (SaaS) and managed and professional services as needed. The products covered by the contract provide Austin Energy with critical software for the management of business applications and infrastructure systems. The software enables: utility asset and inventory management, Austin Energy customer-facing websites and web analytics, identity and access management for applications, employee on-boarding and off-boarding, software testing, applications security, application integration, web application platform and other business and technology processes. Additionally, the contract will facilitate the purchase of new IBM software licenses, upgrades, and consolidation of all related IBM

products and services for Austin Energy. The products covered by the contract will provide Austin Energy with critical software for the management of business applications and infrastructure systems.

The proposed contract is new and represents a consolidation of purchases of these products and services into a single contract. The requested authorization amounts are based on Austin Energy's forecasted needs for the IBM portfolio over the term of the contract.

The State of Texas Department of Information Resources (DIR) cooperative purchasing program establishes competitively bid contracts that can be utilized by the State and other government agencies through a cooperative agreement. Cooperative agreements save taxpayer dollars by leveraging the State's volume-buying power to drive down costs on hundreds of contracts through a streamlined cooperative purchasing program. Austin Energy also solicited multiple authorized IBM resellers to achieve greater discounts and additional services.