



Legislation Text

File #: 0512-2017, Version: 1

BACKGROUND:

This legislation authorizes the Director of the Department of Technology (DoT) to continue an agreement with OARnet/OSU, a non-profit organization, for the renewal of VMWare software licensing, maintenance, and support services. The original agreement (EL011737) was authorized by ordinance 1716-2010, passed December 13, 2010. The agreement was most recently renewed by authority of ordinance 0361-2016, passed February 29, 2016, through purchase order PO009119. This ordinance will continue the agreement with OARnet and will co-term all existing support agreement periods to April 1, 2018 (**see attachment VMware OARnet Support Quote 2017-2018.pdf**). The total cost associated with this ordinance is \$117,439.35.

Through the State of Ohio Virtualization Program, authorized for the city's use by Ordinance No. 582-87, for VMware software licensing renewal, OARnet offers significant discounts on VMWare that are not available in the market place, so it is in the City's best interests to procure VMWare through OARnet, instead of through another procurement process. The pricing offered to the City reflects the agreed upon public sector discounts available to all participants in the State of Ohio Virtualization Program. The policy for anyone renewing software purchased under the Ohio State University VMware contract can only be renewed through OARnet. (see attached OARnet letter).

VMWare software is needed in order to operate virtual servers. Server virtualization has been adopted by the Department of Technology to reduce the costs of data systems, reduce power consumption and cooling requirements, and provide further capabilities for recovery and availability of information systems. The initial phase of the virtualization project was completed in 2009. The project is ongoing, and will allow the Department of Technology to further reduce costs of software licensing and hardware purchases, and realize power consumption savings.

EMERGENCY:

Emergency action is requested to expedite authorization of this contract in order to facilitate and maintain uninterrupted services from the supplier.

FISCAL IMPACT:

In 2015 and 2016 the Department of Technology legislated with OARnet/OSU, \$109,146.32 and \$65,919.45-co-termed respectively for VMware software licenses, maintenance fees, and associated services. This 2017 request in the amount of \$117,439.35 is to cover the cost associated with the continuation of existing VMWare software licensing, maintenance, and support services through April 1, 2018. Funds to cover these costs are budgeted and available within the Department of Technology, Information Services Division, Information Services Operating Fund.

CONTRACT COMPLIANCE:

Vendor: OARnet/OSU, 1224 Kinnear Rd Ste. 130, Columbus, OH 43212; CC#/FID#: 31-6025986 (105); (DAX Vendor Acct. #: 006163), Non-Profit Organization (NPO)

To authorize the Director of the Department of Technology to continue an agreement with OARnet/OSU for existing VMWare software licensing, maintenance, and support services; to authorize the expenditure of \$117,439.35 from the Department of Technology, Information Services Division, Information Services Operating Fund; and to declare an emergency. (\$117,439.35)

WHEREAS, this legislation authorizes the Director of the Department of Technology (DoT) to continue an agreement with OARnet/OSU a non-profit organization, for VMWare software licensing, maintenance, and support services; and

WHEREAS, the use of the Ohio Department of Administrative Services Cooperative Contract is authorized for the city's use by Ordinance Number 582-87; and

WHEREAS, the policy for anyone renewing software purchased under the Ohio State University VMware contract can only be renewed through OARnet; and

WHEREAS, the original agreement (EL011737) was authorized by ordinance 1716-2010, passed December 13, 2010 and was most recently renewed by authority of ordinance 0361-2016, passed February 29, 2016, through purchase order PO009119; and

WHEREAS, through the State of Ohio Virtualization Program, OARnet offers significant discounts on VMWare that are not available in the market place. So it is in the City's best interests to procure VMWare through OARnet, instead of through another procurement process. The pricing offered the City reflects the agreed upon public sector discounts available to all participants in the State of Ohio Virtualization Program; and

WHEREAS, VMWare software is needed in order to operate virtual servers. Server virtualization has been adopted by the Department of Technology to reduce the costs of data systems, reduce power consumption and cooling requirements, and provide further capabilities for recovery and availability of information systems; and

WHEREAS, an emergency exists in the daily operation of the Department of Technology in that it is immediately necessary to authorize the Director to continue an agreement with OARnet/OSU for renewing existing VMWare software licensing, maintenance, and support for the preservation of the public health, peace, property, safety, and welfare; now, therefore:

BE IT ORDAINED BY THE COUNCIL OF THE CITY OF COLUMBUS:

SECTION 1: That the Director of the Department of Technology (DoT) be and is hereby authorized to continue an agreement with OARnet/OSU, a non-profit organization, for renewal of VMWare software licensing, maintenance, and support services through the State of Ohio Virtualization Program, authorized for the city's use by Ordinance No. 582-87. This ordinance will continue the agreement with OARnet for renewal of existing VMware software licensing, maintenance, and support services through April 1, 2018 (**see attachment VMware OARnet Support Quote 2017-2018.pdf and OARnet letter**). The total cost associated with this ordinance is \$117,439.35.

SECTION 2: That the expenditure of \$117,439.35 or so much thereof as may be necessary is hereby authorized to be expended from: (**see attachment 0512-2017 EXP**)

Dept: 47 | **Div.:** 47-02 | **Obj Class:** 03 | **Main Account:** 63946 | **Fund:** 5100 | **Sub-fund:** 510001 | **Program:** IT005 | **Section 3:** n/a | **Section 4:** n/a | **Section 5:** n/a | **Amount:** \$117,439.35 | {software licensing/ maintenance and support services}

SECTION 3: That the City Auditor is authorized to make any changes to revise the funding source for any contract or contract modifications associated with this ordinance.

SECTION 4: That the funds necessary to carry out the purpose of this ordinance are hereby deemed appropriated, and the City Auditor shall establish such accounting codes as necessary.

SECTION 5: That for the reasons stated in the preamble hereto, which is hereby made a part hereof, this ordinance is hereby declared to be an emergency measure and shall take effect and be in force from and after its passage and approval by the Mayor, or ten days after passage if the Mayor neither approves nor vetoes the same.

