



City of Grand Island

Tuesday, October 26, 2004

Council Session

Item G20

**#2004-277 - Approving Renewal of Upgrade and Compliance of
Microsoft Licensing**

Staff Contact: David Springer

Council Agenda Memo

From: David Springer, Finance Director

Meeting: October 26, 2004

Subject: Approving Upgrade and Compliance of Microsoft Licensing

Item #'s: G-20

Presenter(s): David Springer, Finance Director

Background

On July 23, 2002, Council adopted Ordinance No. 2002-228 for the purchase of Microsoft licenses and renewals for City departments. Those licenses included a 2 year upgrade feature that expired on June 30, 2004. As of July 1, 2004, the State of Nebraska entered into a new state-wide Microsoft Select Agreement with a three year contract term through June 30, 2007.

Discussion

The new Select Agreement for the City of Grand Island from ASAP Software Express, Inc., a Nebraska State Contract reseller, would extend all existing licenses purchased under the 2002 agreement until June 30, 2007 and can be paid in three installments of \$28,873.14 each for a total of \$86,619.42. The Software Assurance feature allows for these licenses to be upgraded to the highest level of the same software to the end of the term in 2007. The number of users varies by application, but just for the Windows Server Interface, there are over 300. As this agreement pertains to licenses in place in 2002, any added since that time will be reviewed and presented to Council for inclusion at a future date. This purchase is budgeted for in the IT Department and the cost is included in the annual computer charge out to user departments.

Alternatives

It appears that the Council has the following alternatives concerning the issue at hand. The Council may:

1. Approve the upgrade and extension of Microsoft licenses

2. Refer the issue to a Committee
3. Postpone the issue to a future date
4. Take no action on the issue

Recommendation

City Administration recommends that the Council approve the new three year Microsoft licensing agreement for \$86,619.42, payable in three installments. .

Sample Motion

Approve the three year Microsoft Licensing Agreement with ASAP Software Express, Inc., in the amount of \$86,619.42.

R E S O L U T I O N 2004-277

WHEREAS, the Information Technology Division of the Finance Department continually works on maintaining the city's computer network, computer hardware, software, etc.; and

WHEREAS, due to the number of computer users, the variety of computer software programs utilized, and the constant need for computer upgrades, it is imperative to consistently maintain the entire city network system; and

WHEREAS, on July 23, 2002, by Resolution 2002-228, the City Council of the City of Grand Island authorized the Information Technology Division of the Finance Department to update expired computer software licenses and renewals on the City computers for an amount of \$150,000, which included a two-year maintenance feature providing the option to receive additional upgrades during that period; and

WHEREAS, the upgrade feature expired on June 30, 2004; and

WHEREAS, as of July 1, 2004, the State of Nebraska entered into a new state-wide Microsoft Select Agreement with a three year contract term; and

WHEREAS, the City of Grand Island can utilize the Microsoft Select Agreement to extend all existing software licenses purchased in 2002 until June 30, 2007; and

WHEREAS, the cost for such license extension is \$86,619.42, which can be paid in three installments of \$28,873.14; and

WHEREAS, this is the most cost effective approach to updating and upgrading the city computer system.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the Information Technology Division of the Finance Department is hereby authorized to utilize the Microsoft Select Agreement to extend all existing software licenses purchased in 2002 until June 30, 2007 at a cost of \$86,619.42, which can be paid in three annual installments.

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Adopted by the City Council of the City of Grand Island, Nebraska, October 26, 2004.

RaNae Edwards, City Clerk

Approved as to Form <input type="checkbox"/> _____ October 21, 2004 <input type="checkbox"/> City Attorney
