

COUNCIL COMMUNICATION

From: The City Manager

Subject: IBM Software/Hardware Maintenance agreement annual renewal payment

Manager's Recommendation:

I recommend that a purchase order be approved and issued to Computer Management Technologies in the amount of \$14,951.00 for the renewal of IBM hardware maintenance and software license fees for the City of Saginaw's AS400 system and Storage Area Network Equipment. The cost for renewal of the software and hardware maintenance coverage and license fees was approved as part of the fiscal year 2009-2010 budget process.

This vendor meets all requirements of §14.23, " Vendors", of "Purchasing, Contracting, and Selling Procedure," of Chapter 14, "Finance and Purchasing, of "Title 1, "General Provisions" of the Saginaw Code of Ordinances O-1.

Funds for this service are budgeted and available in the Information Services Operating Services Account No. 658-1720-711.80-05.

Justification:

This renewal covers annual software and hardware maintenance for the IBM AS400 computer operating system software, license programs, licensing, support and upgrades as well as hardware repairs. It also covers the Storage Area Network firmware, licensing, and support as well as hardware repairs.

Model 520 AS400 Hardware Maintenance	\$6,499.00
Model 520 AS400 Software Maintenance	\$3,057.00
Storage Area Network Hardware Maintenance	\$5,395.00
Total	\$14,951.00

This is an on-going agreement with IBM, renewable upon annual payment budgeted in the appropriate account each fiscal year.

Council Action:

Council _____ moved that the recommendation of the City Manager be approved.