

**THIS IS A DRAFT AND WILL BE REPLACED BY THE FINAL,
SIGNED ORDINANCE ADOPTED BY THE CITY COUNCIL.**

ORDINANCE

AUTHORIZING THE CITY TO UTILIZE THE STATE OF TEXAS DEPARTMENT OF INFORMATION RESOURCES (DIR) CONTRACT DIR-CPO-5237 WITH SHI GOVERNMENT SOLUTIONS, INC., FOR THE MICROSOFT ENTERPRISE AGREEMENT FOR AN ESTIMATED TOTAL COST OF \$20,309,789.55 FOR A THREE-YEAR TERM. FUNDING IN THE AMOUNT OF \$6,579,802.41 FOR YEAR ONE OF THIS CONTRACT IS AVAILABLE FROM THE INFORMATION TECHNOLOGY SERVICES DEPARTMENT FY 2024 ADOPTED BUDGET. FUNDING FOR SUBSEQUENT FISCAL YEARS ARE CONTINGENT UPON CITY COUNCIL APPROVAL OF THE ANNUAL BUDGET.

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WHEREAS, the State of Texas Department of Information Resources (DIR) provides a portfolio of contracts for information technology products and services with competitively bid pricing which are awarded in accordance with all state procurement laws and rules; and

WHEREAS, pursuant to section 2054.0565 of the Texas Government Code, purchasing an item or service using a contract through DIR meets the requirements for competitive bidding; and

WHEREAS, this ordinance will approve the use of a DIR contract DIR-CPO-5237 with SHI Government Solutions, Inc. for the Microsoft Enterprise Agreement; and

WHEREAS, various upgrades have taken place since the inception of the Microsoft Enterprise Agreement in 2018 in order for the City to stay compliant with state and federal requirements and remain compatible with newer business processes and applications; and

WHEREAS, the City of San Antonio's Information Technology Services Department (ITSD) has negotiated pricing with Microsoft through a third-party reseller, SHI Government Solutions, Inc., for two agreements to support all of the Microsoft products utilized by the City; and

WHEREAS, the Microsoft Enterprise Agreement (EA) for State and Local Governments covers end user and desktop products for desktops and laptops as well as Microsoft Office and Endpoint Protection anti-virus capabilities; and

WHEREAS, the Server Cloud Enrollment (SCE) is a separate agreement tailored for datacenter products such as Microsoft Server and Microsoft SQL Server for data bases; and

WHEREAS, the EA and SCE subscriptions will provide licensing and support for all Microsoft products currently used by the City and extended use rights including installation of Microsoft Office on mobile devices as well as cloud services; and

WHEREAS, by maintaining current licenses, the City can ensure systems are up to date with the latest secure versions and updates to maintain compliance; and

WHEREAS, funding in the amount of \$6,579,802.41 for year one of this contract is available from the Information Technology Services Department FY 2024 Adopted Budget; and

WHEREAS, all expenditures will be in accordance with the applicable fiscal year's budget approved by City Council; **NOW THEREFORE:**

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

SECTION 1. The use of State of Texas Department of Information Resources (DIR) contract DIR-CPO-5237 with SHI Government Solutions, Inc., to provide the City of San Antonio with for the Microsoft Enterprise Agreement for an estimated amount of \$20,309,789.55 for a term of three years is hereby approved. The ___ is attached hereto and incorporated herein for all purposes as **Exhibit I**. The City Manager or designee, or the Chief Information Officer or designee, are hereby authorized to execute contracts and any documents necessary to carry out the purposes of this ordinance.

SECTION 2. Funding for this ordinance in the amount of \$5,548,266.10 is available in Fund 74001000, Cost Center 905020001 and General Ledger 5203080 as part of the Fiscal Year 2024 Adopted Budget approved by City Council.

SECTION 3. Funding for this ordinance in the amount of \$1,031,536.31 is available in Fund 74001000, Cost Center 905020001 and General Ledger 5201047 as part of the Fiscal Year 2024 Adopted Budget approved by City Council.

SECTION 4. Additional funding is contingent upon City Council approval of the Fiscal Year 2025 and subsequent budgets that fall within the contract term.

SECTION 5. Payment in the amount of \$20,309,789.55 is authorized to SHI Government Solutions, Inc., and should be encumbered with a purchase order.

SECTION 6. The financial allocations in this Ordinance are subject to approval by the Director of Finance, City of San Antonio. The Director of Finance may, subject to concurrence by the City Manager, or the City Manager's designee, correct allocation to specific SAP Fund Numbers, SAP Project Definitions, SAP WBS Elements, SAP Internal Orders, SAP Fund Centers, SAP Cost Centers, SAP Functional Areas, SAP Funds Reservation Document Numbers, and SAP GL Accounts as necessary to carry out the purpose of this ordinance.

SECTION 7. This ordinance is effective immediately upon passage by eight or more affirmative votes; otherwise, it is effective on the tenth day after passage.

LC
__/__/23
Item No. __

PASSED and APPROVED this __ day of _____, 2023.

M A Y O R
Ron Nirenberg

ATTEST:

APPROVED AS TO FORM:

Debbie Racca-Sittre, City Clerk

Andrew Segovia, City Attorney

DRAFT