



# *CITY COUNCIL AGENDA REPORT*

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MEETING DATE: November 15, 2004

ITEM NUMBER:

**SUBJECT: AWARD OF FORMAL BID ITEM NO. 1078 FOR THE PURCHASE OF TEN NEW HEWLETT PACKARD SERVERS**

**DATE: NOVEMBER 3, 2004**

**FROM: FINANCE DEPARTMENT- FINANCIAL PLANNING DIVISION**

**PRESENTATION BY: MARC R. PUCKETT, DIRECTOR OF FINANCE**

**FOR FURTHER INFORMATION CONTACT: DEBBIE DOBROTT AT 714/754-5212**

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## **RECOMMENDATION:**

Award Formal Bid No. 1078 to Pricon Inc, 1831 W. Lincoln Ave., Anaheim, CA 92801, for the purchase of ten new Hewlett Packard ProLiant DL 380 G4 racked servers with additional options to be factory installed by Hewlett Packard.

## **BACKGROUND:**

In 1996, the City migrated from a mainframe environment to a client server environment. We currently have approximately a dozen servers within the City's domain. These servers were last upgraded in 1999 to use NT 4.0 as an operating system and Exchange 5.5 for E-mail. Both NT 4.0 and Exchange 5.5 are at the end of the support life provided by the vendors.

On September 20, 2004, City Council approved the sole source purchase of the server and e-mail upgrade from Hewlett Packard. This purchase provides the necessary hardware to upgrade the new software applications.

As required by the City's Municipal Code, staff solicited "Notice Inviting Bids" from forty-eight prospective bidders including qualified vendors whose names were on the bidders' list, and other vendors requesting information. A "Notice Inviting Bids" was published in the Daily Pilot, posted on the public bulletin board in City Hall and posted on the City's web site. On November 1, 2004, seventeen submittals were received, opened and read by the Deputy City Clerk.

## **ANALYSIS:**

Of the seventeen bid responses received, Pricon Inc. submitted the lowest responsive and responsible bid of \$52,480.30. The bid tabulation is provided in Attachment I.

**ALTERNATIVES CONSIDERED:**

The alternative to purchasing these ten servers is to not perform the upgrade from NT 4.0 to Server 2003. The older hardware will not support server 2003. Doing nothing leaves the City vulnerable to losing both the network and the data necessary to perform our daily tasks. Therefore, staff does not recommend this alternative.

**FISCAL REVIEW:**

The total cost for the ten new Hewlett Packard servers is \$52,480.30. The FY 04-05 budget provides funding for these servers in the general fund. The amount is \$1,071.45 lower than the amount budgeted for these servers.

**LEGAL REVIEW:**

There is no legal review required on this item.

**CONCLUSION:**

Staff recommends that the City Council approve the purchase of ten Hewlett Packard servers.

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MARC R. PUCKETT  
Director of Finance

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RICHARD D. KIRKBRIDE  
M.I.S. Manager

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DEBBIE DOBROTT  
Buyer

Attachments: [Attachment I, Bid Tabulation](#)

Distribution: MIS Manager  
Deputy City Clerk