



SPECIAL BENTONVILLE CITY COUNCIL MEETING

Date: Tuesday – May 31, 2011
Time: 12:00 p.m.
Place: Community Development
305 SW “A” Street
Planning Commission Meeting Room

Call to Order
Pledge of Allegiance
Roll Call

AGENDA

1. Approve budget adjustment and wavier of bid for the replacement AS/400.



CHECK ALL THAT APPLY		
	Bid Award	Bid #
x	Budget Adjustment	
	Change Order	
	Informational	
x	Ordinance	
	Resolution	
	Other	

AGENDA FORM

CITY COUNCIL MEETING OF: _____

Submitted by: Jonathan Rogers

Department: Administration

Phone: 271-5911

ACTION REQUIRED:

Approve budget adjustment and waiver of bid for the replacement AS/400.

COST TO CITY:

Cost of this Request: \$64,466

Additional Budget Amount: \$64,466

One time amount Continuing O and M

Previously Budgeted	\$	-
Funds Expended to Date		-
Remaining Budget		-
Budget Adjustment		64,466
Remaining After Adjustment	\$	64,466

Department Head _____ Date _____

CT _____ 5/27/11
Staff Attorney _____ Date

Purchasing Agent _____ Date _____

Mayor _____ Date _____

M _____ 5/27/11
Finance Director _____ Date

This form must be turned into the Mayor's office 7 days prior to the scheduled City Council meeting.

117 WEST CENTRAL AVENUE * BENTONVILLE, AR 72712


www.bentonvillear.com



PLEASE RECYCLE



REQUEST FOR WAIVER OF BID

Date	<u>5/27/2011</u>		
Requested by:	<u>Jonathan Rogers</u>		
Department:	<u>Administration / IT</u>		
DESCRIPTION OF REQUEST:			
Type of Equipment:	<u>AS/400</u>		
Year & Model:	<u>2011 AS/400 - 720</u>		
Serial #	<u></u>		
To Be Purchased From:	<u>SPS Var, L.L.C.</u>		
	<u>3168 Mercer University Dr. Suite 200</u>		
	<u>Atlanta, GA 30341</u>		
Amount:	Base Amount:	\$	<u>51,546.00</u>
	Tax:	\$	<u>4,640.00</u>
	*Other:	\$	<u>8,280.00</u>
	TOTAL	\$	<u>64,466.00</u>
* List all other costs:			
JUSTIFICATION FOR REQUEST FOR WAIVER OF BID:			
<u>See Attached Memo</u>			
<u></u> Department Head		<u></u> Director of Finance & Administration	
<small>Revised 3-16-99</small>			

MEMORANDUM

DATE: May 27, 2011
TO: Denise Land
FROM: Jonathan Rogers
RE: AS/400 Purchase - waiver of bid request

Denise,

As you know we have had two major issues with our current AS/400 within the last thirty days. Although we have worked with IBM support on the issues it has become clear that the AS/400 is no longer reliable and is in need of immediate replacement.

I have been working with SPS VAR on the configuration of a replacement AS/400. SPS VAR is a HTE and IBM business partner and has provided hardware to numerous HTE customers. The design and size of a replacement AS/400 is critical as we are not only looking at our current needs but the additional requirements for Click 2 Gov, One Point and NavilLine. These applications work with HTE and use the AS/400. Given SPS VAR's knowledge of the HTE software applications and the AS/400 hardware requirements, I recommend that the City do a waiver of bid and purchase the replacement AS/400 from SPS VAR. In addition to the purchase of the hardware SPS VAR will remotely complete the installation and data migration from our current AS/400 to the new one.

The following is the request amount:

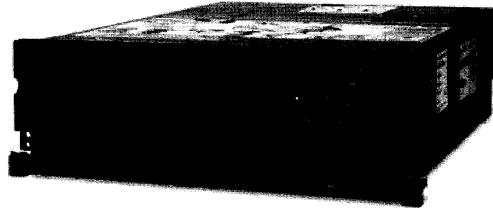
\$56,186 – AS/400 replacement, Uninterrupted Power Supply (UPS), 5 year 24/7 Software / Hardware Support, 20 tapes, Installation and Data Migration Service and sales tax.

\$8280 – three days on-site technical support contingency plan.

\$64,466 – Total Request



SPS VAR, L.L.C
Proposal
For
The City of Bentonville, AR
Upgrade 9406-810 to 8202-E4B Production (with 5 yr 24x7 maintenance)
Deskside format and 2nd NIC



Dino Vlachos
SPS VAR, L.L.C.
770 216-4426
dino.vlachos@spsvar.com

SPS VAR, L.L.C.
3168 Mercer University Dr.
Suite 200
Atlanta, GA 30341
www.SPSvar.com

These prices are for your information only and are subject to change. Tax not included.



Configuration Summary:

System Replacement Model 9406-810 to 8202-E4B (720) 4 Core 5900 CPW

One Processor entitled
8202-E4B Deskside format
P05 Group
16 GB Memory
8 x 139.5GB Hard Drives (RAID 5 - 976.5GB usable)
Unlimited users
OS V6R1
4 Port 1GB Ethernet Card
2 Port 10/100/1000 Ethernet Adapter
System Console on Ethernet Console
Redundant Power
Uninterrupted Power Supply (UPS) deskside format
LTO4 Tape Drive 800GB/1.6 TB
5 Year 24 X 7 Software Maintenance
5 Year 24 X 7 Hardware Maintenance
20 Blank LTO4 Tapes
Installation and Data Migration Services

Total	<u><u>\$51,546.00</u></u>
36 month \$1 buyout - monthly lease payment (estimated)	<u><u>\$1,598.00</u></u>
Travel and living expenses (not to exceed - will bill at actual)	<u><u>\$1,200.00</u></u>

NOTES: to go to version 6.1 of the Power7 OS, Bentonville will have to be at version 6.050 (or newer) of their SunGard applications.

There is no support on this system for any twinax devices. Optional controllers, which are not included in this quote, will have to be bought by Bentonville if any legacy twinax devices are to be ported over to the new Power7.

Only IP based communication lines are supported by the Power7.

These prices are for your information only and are subject to change. Tax not included.

PAYMENT SCHEDULE

Completed lease documents **OR**

SPS VAR's standard payment terms listed below are defined in two steps.

50% At time of execution of contracts
50% At completion of on-site installation

The initial payment invoiced at the signing of the SPS VAR Product Agreements and upon receipt of purchase order enables SPS VAR to purchase necessary hardware and fund on-site expenses.
The second payment invoiced at the completion of the on-site installation.
The warranty period begins on the date of System Installation.
The System will be considered installed 10 days after arrival.

Sales Tax or any other applicable taxes are not included in any of this proposal's pricing information. If sales tax or any other tax becomes applicable, these taxes will then need to be added to the proposed pricing.

ADDITIONAL INFORMATION

Time-and-Materials Billing Rates:

SPS VAR, L.L.C. will provide custom programming and non-warranty maintenance customer support on a time-and-materials basis.
Requested design, programming, testing, documentation, implementation work and customer support will be done at \$195.00 per hour.

Additional training and On-site Support:

If additional on-site training is required, it will be provided either on a time-and-materials basis (\$195.00 per hour) plus actual expenses or \$1,200.00 per day plus actual expenses.

Travel and Out-of-Pocket Expenses:

All travel and associated expenses for the on-site installation work during the initial setup are not included in the Base System price.

Performance and Sizing:

Performance and sizing are estimates only. SPS VAR does not guarantee performance.

Prices:

Prices are subject to change. Tax not included.

These prices are for your information only and are subject to change. Tax not included.

ORDINANCE NO. _____

AN ORDINANCE AUTHORIZING THE MAYOR AND THE CITY CLERK TO ENTER INTO AN AGREEMENT FOR THE PURCHASE OF AN AS400 REPLACEMENT FROM SPS VAR, LLC, WAIVING THE REQUIREMENT OF COMPETITIVE BIDDING AND DECLARING AN EMERGENCY.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL FOR THE CITY OF BENTONVILLE, ARKANSAS.

Section 1: That the Mayor and City Clerk be and are hereby authorized to enter into an agreement for the purchase of an AS400 replacement from SPS VAR, LLC. in an amount not to exceed \$64,446.00 as set forth in the agreement attached hereto as Exhibit "A".

Section 2: Because of the immediate need to purchase the AS400 to work in accordance with the City's existing systems and HTE software to prevent an interruption of critical operations, it would be neither practical nor feasible to advertise for competitive bidding, and that requirement is herein waived.

Section 3: That this Ordinance is necessary to preserve the public peace, health, safety and welfare, and because of such, an emergency is declared to exist, and this Ordinance shall be in full force and effect from the date of its passage and approval.

PASSED and APPROVED this ____ day of _____, 2011.

APPROVED:

MAYOR

ATTEST:

CITY CLERK
