

INFORMATION, TECHNOLOGY, AND GENERAL SERVICES COMMITTEE REPORT relative to executing a first contract amendment with ATandT Corporation (ATT) for Citywide Telecommunications Services through the State of California CALNET 3 Program.

Recommendation for Council action:

AUTHORIZE the General Manager, Information Technology Agency (ITA), to execute Amendment No. 1 to Contract C-125796 (Contract) with ATT Corporation for Citywide telecommunications services in order to: 1) extend the term of the Contract by one year, and include an option to renew for an additional year subject to the State's renewal of the CALNET 3 Program, for a new Contract term of June 1, 2015 to May 31, 2020; and, 2) permit ITA to execute an amendment to this Contract without subsequent Mayor and Council approvals in the event of an ownership change during the lifespan of the Contract; subject to the approval of the City Attorney as to form and compliance with the City's contracting requirements.

Fiscal Impact Statement: The City Administrative Officer reports that the Contract with ATT Corporation for telecommunications services will authorize the City to use State-negotiated pricing to obtain data circuits, telephone lines, toll-free lines, voice mail, and long-distance services. ITA estimates that the cost of the services will be approximately \$4.2 million this fiscal year, and indicates that this cost can be paid from the Department's existing \$4.2 million 2018-19 Adopted Budget appropriation within its Communication Services Account for this Contract. Additional Contract expenditures will be subject to future annual appropriations within the Adopted Budget. Since budgeted funds are available in 2018-19 and future payments are subject to subsequent appropriation, the recommendation of this report complies with the City's Financial Policies.

Community Impact Statement: None submitted.

**TIME LIMIT FILE – NOVEMBER 23, 2018**

**(LAST DAY FOR COUNCIL ACTION – NOVEMBER 21, 2018)**

SUMMARY

At the meeting held on October 9, 2018, the Information, Technology, and General Services Committee considered a report from CAO relative to executing the first Amendment to the Contract with ATT Corporation for Citywide Telecommunication Services through the State of California CALNET 3 Program.

According to the CAO report, the majority of City facility fixed-line telephone costs are funded through this Contract. The purpose of the Amendment is to extend the term of the Contract for one additional year through May 31, 2019, and allow for an option to extend for an additional year to bring the term of the Contract period to June 1, 2015 to May 31, 2020. Also to allow ITA to execute an amendment without subsequent Mayor and Council approvals to this Contract in the event of an ownership change during the lifespan of the Contract, and to make minor technical changes to the Contract regarding the prioritization of technical and professional support.

After providing an opportunity for public comment, the Committee moved to approve the recommendation contained in the report, as detailed above. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

INFORMATION, TECHNOLOGY, AND GENERAL SERVICES COMMITTEE

A handwritten signature in blue ink, appearing to read "Monica Rodriguez".

<u>MEMBER</u>	<u>VOTE</u>
RODRIGUEZ:	YES
BLUMENFIELD:	YES
O'FARRELL:	YES

LC 10/09/18

**-NOT OFFICIAL UNTIL COUNCIL ACTS-**