

**STATEMENT OF BUDGET IMPACT**  
**(Policy Number 94-45)**  
**Budgetary Review of Proposed Resolution &**  
**Ordinances with Financial Implication.**

**Date:** April 21, 2016

BIS 16-164

**File:** TMP-2016-187

**Proposed Legislation:**

A OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO CANCEL BLANKET PURCHASE ORDER NUMBER B002439; AND FURTHER AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO ISSUE THE ATTACHED BLANKET PURCHASE ORDER BETWEEN AT & T MOBILITY AND THE CITY OF HOLLYWOOD FOR THE PURCHASE OF CELLULAR TELEPHONE MINUTES, DATA PLAN SERVICES, PRODUCTS AND RELATED EQUIPMENT FOR VARIOUS DEPARTMENTS FOR AN ESCALATING ANNUAL AMOUNT NOT TO EXCEED \$172,000.00.

**Statement of Budget Impact:**

1.  No Budget Impact associated with this action;
2.  Sufficient resources are identified /available;
3.  Budgetary resources not identified/unavailable;
4.  Potential revenue is possible with this action;
5.  Will not increase the cost of Housing;
6.  May increase the cost of Housing; (CDAB review required)

**Explanation:**

This Resolution seeks authorization to cancel the existing Blanket Purchase Order (BPO) B002439 between AT&T Mobility and the City of Hollywood for the purchase of cellular telephone minutes, data plan services, products and related equipment for various departments and issue a new purchase order with AT&T Mobility for the provision of the same services for a three (3) year term commencing on May 4, 2016 and ending on May 3, 2019 with one (1) renewal option for an additional two (2) year term based on an estimated escalating annual dollar amount as shown in the chart below.

Term	Amount
Year One	150,000.00
Year Two	160,500.00
Year Three	171,735.00

The State of Nevada issued RFP #1907 on behalf of the Western States Contracting Alliance (WSCA) which resulted in an agreement with AT&T Mobility for wireless voice services, wireless broadband services, accessories and equipment for a four (4) year period expiring on October 31, 2016, and on January 16, 2013, the City Commission passed and adopted Resolution Number R-2013-006, which approved and authorized the issuance of Blanket Purchase Order Number B002439 based on the WSCA agreement for the purchase of cellular telephone minutes, data plan services, products and related equipment for various departments.

The State of Florida awarded an agreement to AT&T Mobility for Wireless Voice Services, Wireless broadband Service, Accessories and Equipment on January 11, 2012, which was renewed on February 9, 2016 per Contract Number DMS-10/11-008A, Amendment 10 until January 10, 2022, which the Department of Information Technology has reviewed, and found it would offer greater savings to the City.

The Information Technology Department estimates that the City currently has approximately three hundred and fifty (350) devices which utilize the wireless voice services at an average of 30,000 minutes per month, and including broadband services, accessories and equipment, cost the City an approximate annual amount of \$130,000.00 with an additional \$10,000.00 in capital costs, forecast by the Department to increase to \$172,000.00 by 2019. The proposed contract provides a lower rate of \$.04 a minute compared to the current charge of \$.06 a minute, free mobile to mobile calling, and more cost effective plans for data and texting usage.

In addition to the projected savings, the current BPO will expire at the end of this fiscal year requiring a new agreement. The termination of the current Blanket Purchase Order Number B002439 and issuance of a new BPO allows the Department to take immediate advantage of the lower State of Florida pricing for the purchase of cellular telephone minutes, data services and to purchase various products for City-wide use.

Section 38.40 (C)(5) of the City of Hollywood Purchasing Ordinance states that when it is in the best interest of the city, the Director may procure, without following formal contract procedure, all supplies, materials, equipment and contractual services which are the subject of contracts with the state, its political subdivisions, the United States government, other governmental entities, or a corporation not for profit whose members are governmental entities, public officers, or any combination thereof; provided, however, that this subsection shall apply only if (i) the supplies, materials, equipment or contractual services are the subject of a price schedule negotiated by the state or the United States government, or (ii) the supplies, materials, equipment or contractual

services are the subject of a contract with another governmental entity or a corporation not for profit whose members are governmental entities, public officers, or any combination thereof, which contract is based strictly on competitive bids or competitive proposals and not on any preference.

Funding for the remainder of fiscal year 2016 has been allocated in the appropriate account numbers for each department, and will be requested in the appropriate departmental accounts in subsequent fiscal year's Operating Budgets, subject to the passage and adoption of those fiscal year Operating Budgets by the City Commission.

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