



# *CITY COUNCIL AGENDA REPORT*

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**MEETING DATE:** September 1, 2009

**ITEM NUMBER:** Item Number

**SUBJECT:** Telecommunications Services for Local, Long Distance and Internet Connectivity

**DATE:** July 29, 2009

**FROM:** Administrative Services Department/Telecommunications Division

**PRESENTATION BY:** Anna Tellez, Telecommunications Manager

**FOR FURTHER INFORMATION CONTACT:** Anna Tellez, 754-5142

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## **RECOMMENDATION:**

It is recommended that the City Council:

1. Approve the "Telecommunications Service Request" to migrate existing voice and data services with SBC Global Services, Inc., dba AT&T Global Services on behalf of Pacific Bell Telephone Company, dba AT&T California, 3675 T Street, Room 121, Sacramento, CA 95816 and the Long Distance Voice "Telecommunications Service Request"
2. Authorize the City Manager to execute the two requests for a term of two (2) years and sign the Letter of Agency and Letter of Authorization to order under State contract. These forms are needed for access and transfer of existing service with AT&T to the AT&T CALNET 2 contract.

## **BACKGROUND:**

The City Council approved participation in other public agencies' purchasing bids and contracts with the adoption of Resolution 94-11 on March 7, 1994. The City's Purchasing Policies & Procedures Manual Section 3.3 I. states: "City Council will be advised by the Purchasing Officer or City Manager of any procurement over \$50,000 which was exempt from the formal bid process". Section 3.3 D. also states that a purchase may be exempt from the bidding process when the City is participating in an established governmental cooperative purchasing agreement.

The City of Costa Mesa has received local and long distance services from AT&T for the last four years under a regular contract. SBC global Services, Inc., dba AT&T Global Services on behalf of Pacific Bell Telephone Company, dba AT&T California and the State of California, have entered into a contract for California Integrated Information Network (CALNET) 2 ("CALNET 2") MSA 2 Services dated January 30, 2007 for a term of five (5) years. The State may, at its sole option, elect to extend the contract term for up to two (2) additional periods of one (1) year each. Pursuant to the Contract, which is incorporated herein by reference, any public agency, as defined in Government Code Section 11541, is allowed to order services and products ("services") solely as set forth in the contract.



**FISCAL REVIEW:**

Funding for this agreement is included in the 2009-2010 fiscal year adopted budget.

**LEGAL REVIEW:**

Legal has reviewed the documents and approved them as to form.

**CONCLUSION:**

The 2-year agreement recommended in this report provides the most cost effective telecommunications infrastructure to the City. With a 2-year agreement, the period of the contract will expire in conjunction with the first term of the State. At that time, another in-depth analysis will be conducted. Should the State elect to extend the contract term for up to two additional periods of one year each, the City may elect to exercise this option. The savings of almost \$40,000 annually is a major consideration, but the service, reliability and dealing with one vendor versus multiples, is also an important consideration. AT&T has been very responsive to repair, problem identification, and account issues whenever a problem would come up. This includes our normal business operations and any 9-1-1 related issues. AT&T is currently the City's equipment provider for E9-1-1 services.

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ANNA TELLEZ  
Telecommunications Manager

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STEPHEN N. MANDOKI  
Administrative Services Director

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MARC R. PUCKETT  
Director of Finance

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KIMBERLY HALL BARLOW  
City Attorney

**DISTRIBUTION:**

**ATTACHMENTS:** 6 [Non-State Agency Form 20-MSA 1/MSA 2](#)  
[Exh. A-2 Auth. to Order Under State Contract –](#)  
[Amendment No. 1.1 / 2.1](#)  
[Letter of Agency for Access to Current Provider -](#)  
Telephone Records  
[Letter of Agency/Auth. For Change of Providers](#)  
[Letter of Agency – Slamming Protection](#)  
[CALNET 2 Comparison](#)

