

AGENDA ITEM NO. 6.c.

City of Garden Grove

INTER-DEPARTMENT MEMORANDUM

To: Matthew Fertal
 From: Charles Kalil
 Dept: City Manager
 Dept: Information Technology
 Subject: PURCHASE ORDER FOR 171 HEWLETT
 PACKARD BUSINESS COMPUTERS
 FROM GOLDEN STAR TECHNOLOGIES
 Date: July 10, 2012

OBJECTIVE

To secure City Council authorization to purchase 171 new and unused Hewlett Packard (HP) Compaq 4000 Pro SFF business computers from Golden Star Technologies, Inc., DBA GST in the amount of \$70,016.00.

BACKGROUND

The Information Technology Department is responsible for the procurement of new computer equipment. Presently all 500 of the City's personal computers meet the guidelines for replacement. Information Technology recently completed the formal bid process for the replacement of 140 of these computers, IFB No. S-1099-A. The budgeted amount for these replacements is \$70,000. Based on the bids received being lower than anticipated, the budgeted amount will allow for the replacement of 171 computers.

DISCUSSION

Specifications were prepared and sent out to eighteen (18) prospective bidders. In response to the bidding procedures, twelve (12) bids were received. The three (3) highlighted bidders did not bid the correct model and were found to be non-responsive.

IFB No. S-1099-A to Provide One Hundred Forty (140) New and Unused HP Compaq 4000 Pro SFF Business Computers	
Golden Star Technology, Inc. DBA GST	\$57,323.00
CDW Government	\$57,455.75
Cyber Computers, Inc.	\$59,133.50
Microtrends	\$64,216.85

Pricon, Inc.	\$64,224.00
Howard Technology Solutions	\$66,374.00
Sehi Computer Products, Inc.	\$66,374.00
Southern Computer Warehouse	\$67,125.33
OM Office Supply, Inc.	\$67,731.65
En Pointe Technologies	\$67,796.51
Radiah Technologies Group, LLC	\$78,959.42
Impex Technologies, Inc.	\$89,925.15

Pursuant to Garden Grove Municipal Code Sections 2.50.060 and 2.50.100, staff solicited bids for these computer replacements. Golden Star Technology, Inc., DBA GST provided the lowest responsive bid for 140 computers in the amount of \$57,323.00. Based on budgeted funds of \$70,000 it has been determined that an additional 31 computers are able to be replaced at this time. This would result in the replacement of 171 computers in total.

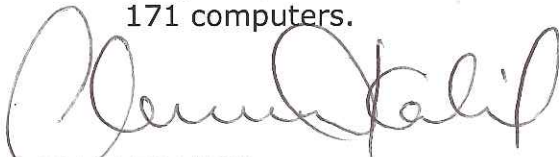
FINANCIAL IMPACT

The Information Technology Internal Service Fund will absorb the financial impact of the purchase. These funds have been budgeted for this purpose.

RECOMMENDATION

It is recommended that City Council:

- Authorize the Finance Director to issue a purchase order in the amount of \$70,016.00 to Golden Star Technologies, Inc., DBA GST for the purchase of 171 computers.



CHARLES KALIL
Information Technology Director

Recommended for Approval



Matthew Fertal
City Manager