

TO: John McDonough, City Manager
FROM: Amy Davis, Finance Director
DATE: April 28, 2011 for the May 3, 2011 City Council Agenda
ITEM: Transfer of Capital Funds for IT Equipment

Background:

At the April 19th City Council meeting approval was given to purchase IT Equipment in the amount not to exceed \$1,700,000. Originally, it was presented that this purchase would be financed over 5 years on a 0% interest loan. However, then it was learned that only the Cisco equipment would be 0% and the remaining balance would have an interest rate of 2.9%. Therefore, approval was given to lease the Cisco equipment and purchase the remaining equipment directly through savings found in Capital projects.

As it progressed, the procedures and requirements to obtain the 0% loan were cumbersome and not advantageous to the City. Therefore, with savings from our pavement management program and from our sidewalks program it is recommended that we purchase all of this equipment directly.

Recommendation:

Approval.

Finance

STATE OF GEORGIA

COUNTY OF FULTON

A RESOLUTION TO AUTHORIZE AMENDING THE 2011 CAPITAL BUDGET FOR IT EQUIPMENT NEEDED FOR TRANSITION

WHEREAS, The City of Sandy Springs had traditionally relied upon a third party provider for the majority of its IT infrastructure and support needs.

WHEREAS, it is the wishes of the City Council and City staff own and operate the IT infrastructure and equipment locally.

WHEREAS, on April 19th, 2011, the City Council approved the purchase of said equipment in the amount of \$1,536,011.84 and instructed staff to purchase directly with unused funds in the Capital Projects Fund.

WHEREAS, said unused funds are within the projects of the Sidewalks (\$750,000) and Paving (\$786,011.84).

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND CITY COUNCIL OF THE CITY OF SANDY SPRINGS, GEORGIA

That they do hereby authorize the Finance Department to adjust the 2011 Capital budget for the IT equipment using funds from the above projects.

RESOLVED this 3rd day of May, 2011.

Approved:

Eva Galambos, Mayor

Attest:

Michael Casey, City Clerk

