

RESOLUTION 2019-097

RESOLUTION APPROVING SCHEDULE 3 TO MASTER TAX-EXEMPT LEASE/PURCHASE AGREEMENT WITH KEY GOVERNMENT FINANCE, INC. TO FINANCE BOARD-APPROVED PURCHASE OF CISCO SMARTNET SUPPORT SERVICES FROM DIMENSION DATA IN AN AMOUNT NOT TO EXCEED \$752,676.00 OVER FIVE YEARS AT ZERO PERCENT INTEREST. FY2020 EXPENDITURES ARE INCLUDED IN THE FY2020 INFORMATION TECHNOLOGY BUDGET. FUNDS REQUIRED FOR FUTURE FISCAL YEARS WILL BUDGETED IN THE APPROPRIATE FISCAL YEAR, SUBJECT TO BOARD APPROVAL UPON ADOPTION OF EACH FISCAL YEAR'S BUDGET

WHEREAS, the San Diego Unified Port District (District) is a public corporation created by the Legislature in 1962 pursuant to Harbors and Navigation Code Appendix I (Port Act); and

WHEREAS, on May 14, 2019, the Board approved the purchase of a five-year Cisco SmartNet maintenance contract with Dimension Data, in an amount not to exceed, \$752,676.00; and

WHEREAS, a net zero-percent financing option that allows for equal payments over five years is available to acquire these services without an up-front investment of the full amount; and

WHEREAS, this option represents an estimated 40% savings over annual contracts for the same services and reduces the administrative overhead; and

WHEREAS, a Master Services Agreement with Key Government Finance, Inc. has been in effect with the District since 2009 and has been used for financing Cisco equipment and services in the past; and

WHEREAS, staff recommends the addition of Schedule 3 to the Master Agreement with Key Government Finance, Inc. to engage the zero-percent financing option.

NOW, THEREFORE, BE IT RESOLVED that the Board of Port Commissioners of the San Diego Unified Port District hereby approves Schedule 3 to Master Tax-Exempt Lease/Purchase Agreement with Key Government Finance, Inc. to finance Board-approved purchase of Cisco SmartNet Support Services from

2019-097

Dimension Data in an amount not to exceed \$752,676.00 over five years at zero percent interest.

APPROVED AS TO FORM AND LEGALITY:
GENERAL COUNSEL



By: Assistant/Deputy

PASSED AND ADOPTED by the Board of Port Commissioners of the San Diego Unified Port District, this 13th day of August 2019, by the following vote:

AYES: Bonelli, Castellanos, Malcolm, Merrifield, Moore, Valderrama, and Zucchet

NAYS: None.

EXCUSED: None.

ABSENT: None.

ABSTAIN: None.


Garry J. Bonelli, Chairman
Board of Port Commissioners

ATTEST:


Donna Morales
District Clerk

(Seal)