

ORDINANCE NO.

FILE OF CITY COUNCIL

BILL NO. 36 – 2018

Introduced by the Administration

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JUNE 20, 2018

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AN ORDINANCE

Amending the 2018 Equipment Fund Budget and the 2018 General Fund Budget to provide for a transfer between funds in the amount of Two Hundred Twenty Thousand (\$220,000) Dollars for changes to the existing Microsoft Enterprise Agreement as it relates to the Malware situation.

BE IT ORDAINED BY THE COUNCIL OF THE CITY OF ALLENTOWN:

SECTION ONE: That City Council authorizes a supplemental appropriation from the unappropriated balance of the 2018 Equipment Fund in the amount of Two Hundred Twenty Thousand (\$220,000.00) Dollars for changes to the existing Microsoft Enterprise Agreement as it relates to the Malware situation as follows:

**Equipment Replacement  
Computer Equipment**

<b>083-02-8003-0002-88</b>	<b>Interfund Transfers</b>	<b>\$220,000</b>
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SECTION TWO: That City Council authorizes an increase to the unappropriated balance of the 2018 General Fund as a result of the transfer from the Equipment Fund in the amount of Two Hundred Twenty Thousand (\$220,000) Dollars.

SECTION THREE: That City Council authorizes a supplemental appropriation from the unappropriated balance of the General Fund as follows:

**Management Director and Information Services  
Systems Management**

<b>000-07-0604-0001-46</b>	<b>Other Contract Services</b>	<b>\$ 220,000</b>
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SECTION FOUR: That this Ordinance will take effect ten (10) days after final passage.

SECTION FIVE: That all Ordinances inconsistent with the above provisions are repealed to the extent of their inconsistency.

- **What Department or bureau is Bill originating from? Where did the initiative for the bill originate?**

Department Information and Services

- **Summary and Facts of the Bill**

The City of Allentown was compromised by a credential theft attack in February 2018 infecting the entire Microsoft infrastructure. MS Consulting is on premise re-architecting & rebuilding our entire MS infrastructure. The City needs to change its licensing model to ensure a secure environment for the future and is requesting changes to our licensing model for the last year of the current agreement or would like a new three year agreement.

- **Purpose – Please include the following in your explanation:**
  - **What does the Bill do – what are the specific goals/tasks the bill seek to accomplish**
  - **What are the Benefits of doing this/Down-side of doing this**
  - **How does this Bill relate to the City's Vision/Mission/Priorities**

The City is in the final year of the existing contract with Microsoft and due to the recent Malware attack, which infected the entire Microsoft infrastructure, changes are needed to our licensing model or a new three year agreement is needed to ensure a secure environment for the future.

- **Financial Impact – Please include the following in your explanation:**
  - **Cost (Initial and ongoing)**
  - **Benefits (initial and ongoing)**

The licensing model changes are expected to cost \$220,000.

- **Funding Sources – Please include the following in your explanation:**
  - **If transferring funds, please make sure bill gives specific accounts; if appropriating funds from a grant list the agency awarding the grant.**

There is currently \$914,132 in the unappropriated balance of the Equipment Fund. These funds come from years of accrued interest and proceeds from items sold at auction.

- **Priority status/Deadlines, if any**  
ASAP

- **Why should Council unanimously support this bill?**

Changes to the licensing model will ensure a secure Microsoft infrastructure environment for the future