



REPORT TO COUNCIL City of Sacramento

915 I Street, Sacramento, CA 95814-2604
www.CityofSacramento.org

CONSENT
September 27, 2005

Honorable Mayor and
Members of the City Council

Subject: Budget Transfer: Authorization to transfer recovered FY-05 citywide billing costs for Voice-over-IP (VoIP) and Voicemail to Capital Improvement Project Budgets

Location/Council District: Citywide

Recommendation:

Adopt a Resolution authorizing the City Manager to transfer recovered FY-05 Citywide billing costs for Voice-over-IP (VoIP) and Voicemail (VM) to Capital Improvement Project (CIP) Budgets AB66 (101-500-AB66) and AB76 (101-500-AB76) to support ongoing VoIP and VM maintenance and replacement costs in a total amount not to exceed \$384,190.

Contact: Ignacio Estevez, Program Manager, 808-7349

Presenters: N/A

Department: Information Technology

Division: Administration

Organization No: 1311

Summary:

The attached resolution authorizes the City Manager to transfer recovered FY-05 Citywide billing costs for both VoIP and VM charges to CIP Budgets AB66 and AB76 in order to support on-going maintenance and replacement costs in an amount not to exceed \$384,190.

Committee/Commission Action: None.

Transfer FY-05 recovered VoIP and VM costs to CIP AB66/AB76 September 27, 2005

Background Information:

CIP AB66 (VoIP Equipment Replacement) and CIP AB76 (VM Equipment Replacement) were both initiated in 2004. These CIP accounts were established to maintain and upgrade/replace VoIP and VM equipment and all related components when needed.

The objective of both the CIP accounts is to ensure the integrity and availability of the Citywide VoIP and VM systems by conforming to equipment and infrastructure life-cycle standards, current technologies, and vendor support requirements.

Citywide departments were charged for FY-05 VoIP and VM services that included overhead costs for services, support, maintenance, and replacement at a per line/device usage. These costs were recovered (debited) into Information Technology (IT) Department's pass-through organization (101-130-1333). The net recovered costs are as follows:

VoIP:	\$313,436
VM:	<u>\$ 70,754</u>
Total:	\$384,190

Budget provisions were not made in FY-05 to support the transfer of recaptured costs from IT's operating organization to support CIP funding for AB66 and AB76. This resolution would authorize this transfer.

Financial Considerations:

Staff request authorization to transfer VoIP and VM recaptured costs from organization 101-130-1333 to CIP AB66 and AB76.

Environmental Considerations:

None.

Policy Considerations:

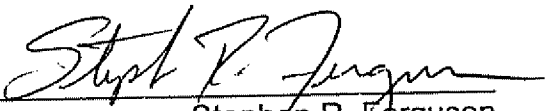
Budget provisions have been made to effect future year funds transfer for this purpose.

Emerging Small Business Development (ESBD):

Not applicable.

Respectfully Submitted by: Ignacio Estevez, Program Manager

Transfer FY-05 recovered VoIP and VM costs to CIP AB66/AB76 September 27, 2005

Approved by: 
Stephen R. Ferguson
Chief Information Officer

Recommendation Approved:



ROBERT P. THOMAS
City Manager

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RESOLUTION NO.

Adopted by the Sacramento City Council

AUTHORIZING THE CITY MANAGER TO TRANSFER RECOVERED FY-05 CITYWIDE BILLING COSTS FOR VOICE-OVER-IP (VOIP) AND VOICEMAIL (VM) TO CAPITAL IMPROVEMENT PROJECT (CIP) BUDGETS AB66 AND AB76 TO SUPPORT ONGOING MAINTENANCE AND REPLACEMENT COSTS

BACKGROUND

- A. CIP AB66 (VoIP Equipment Replacement) and CIP AB76 (VM Equipment Replacement) were both initiated in 2004. These CIP accounts were established to maintain and upgrade/replace VoIP and VM equipment and all related components when needed.
- B. The objective of both the CIP accounts is to ensure the integrity and availability of the Citywide VoIP and VM systems by conforming to equipment and infrastructure life-cycle standards, current technologies, and vendor support requirements.
- C. Citywide departments were charged for FY-05 VoIP and VM services that included overhead costs for services, support, maintenance, and replacement at a per line/device usage. These costs were recovered (debited) into Information Technology (IT) Department's pass-through organization (101-130-1333). The net recovered costs are as follows:
- VoIP: \$313,436
VM: \$ 70,754
Total: \$384,190
- D. Budget provisions were not made in FY-05 to support the transfer of recaptured costs from IT's operating organization to support CIP funding for AB66 and AB76. This resolution would authorize this transfer.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

- Section 1. The City Manager is authorized to transfer recovered FY-05 Citywide billing costs for VoIP and VM to the following CIP budgets:

CIP AB66 (VoIP): \$313,436
CIP AB76 (VM): \$ 70,754
\$384,190