



MEMORANDUM
ADMINISTRATIVE SERVICES
PROCUREMENT SERVICES
County of Placer

TO: Board of Supervisors
FROM: Brett Wood, Purchasing Manager
SUBJECT: Budget Revision – Pure Storage Flash Array

DATE: June 7, 2016

ACTION REQUESTED

Approve a budget revision to the Department of Child Support Services' FY 2015-16 Master Fixed Asset budget and amend the County's FY 2015-16 Master Fixed Asset List to add a Pure Storage Flash Array in the aggregate amount of \$74,968; and

Approve a three-year capital lease of this equipment from Hewlett-Packard Financial Services Company of Murray Hill, NJ in the total amount of \$74,968 for a three-year period. Funding is provided by the Department of Child Support Services' FY 2015-16 Final Budget, the FY 2016-17 Proposed Budget and will be included in the FY 2017-18 Requested Budget; and

Authorize the Purchasing Manager to sign all required documents.

BACKGROUND

The Department of Child Support Services (Department) is responsible for working with parents and guardians to identify responsibility for financial and medical support of minor children and collects payments on behalf of those individuals. As part of this mission, the Department maintains a robust data network. The data storage capabilities of the current network are insufficient and the equipment is nearing the end of its useful life. The Department has identified a replacement system which meets their needs and uses updated technology which is more efficient than the current system. The Pure Storage Flash Array is anticipated to serve the Department's data storage needs for several years.

Procurement solicited competitive quotes for the requested Pure Flash equipment. The lowest quote received was \$72,240, including applicable sales tax. The Department has determined that acquiring the system with a capital lease is the most appropriate financial option.

On September 15, 2015, your Board approved the use of master lease agreements with Hewlett-Packard Financial Services Company (HP) and Dell Financial Services through September 30, 2018. Both firms were invited to provide proposals for a three-year capital lease of the requested equipment in accordance with the terms of the master leases. The lowest lease rate was provided by HP. The total lease cost for the three-year term will be \$74,968.

FISCAL IMPACT

Upon your Board's approval, the Department of Child Support Services' Master Fixed Asset budget will be amended to add one (1) Pure Storage Flash Array in the amount of \$74,968. Funding for the first year lease is included in the FY 2015-16 Final Budget. Funding for the second year lease is included in the FY 2016-17 Proposed Budget. Funding for the third year lease will be included in the FY 2017-18 Requested Budget.

Attachment(s): Additions to the Master Fixed Asset List
Budget Revision

cc: Troy Held, Director of Child Support Services
Jeff Thompson, Senior Administrative Services Officer

**ADDITIONS TO THE MASTER FIXED ASSET LIST
CHILD SUPPORT SERVICES
Appropriation 02172**

<u>QTY.</u>	<u>DESCRIPTION</u>	<u>AMOUNT</u>
1	Pure Flash Storage Array	\$74,968

PAS DOCUMENT NO.

BUDGET REVISION

POST DATE: _____

DEPT NO.	DOC TYPE	Total \$ Amount	TOTAL LINES
24	BR	\$ 149,936.00	2

Cash Transfer Required
Fund: _____
SUB Fund: _____

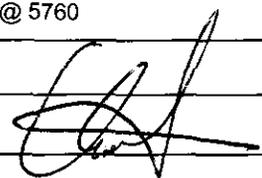
Establish Reserve Required
GL: _____
SUB GL: _____

Reserve Cancellation Required
GL: _____
SUB GL: _____

ESTIMATED REVENUE ADJUSTMENT										APPROPRIATION ADJUSTMENT												
DEPT NO.	T/C	Rev	Fund	Sub Fund	OCA	PCA	OBJ 3	PROJ.	PROJ. DTL	AMOUNT	DEPT NO.	T/C	Rev	Fund	Sub Fund	OCA	PCA	OBJ 3	PROJ.	PROJ. DTL	AMOUNT	
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		<input type="checkbox"/>									24	15	<input type="checkbox"/>	100		OPERAT			1002			74,968.00
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TOTAL										\$ 0.00	TOTAL										\$ 149,936.00	

REASON FOR REVISION: To move funds one-time from FY 2015-16 salary savings to the fixed asset account to accommodate a capital lease for a new Flash Array Storage System.

Department Head: Prepared by Jeff Thompson @ 5760
 Auditor: Lynn Yoshida 5/31/2016
 County Executive Office: **Andy Heath** 05/31/2016
County Executive Officer or Designee



Board Date: 06/07/16
 Page: _____ of _____
 Technical Revision:

293
 Approved by Board of Supervisors: _____
Clerk of the Board of Supervisors Office

