



CITY OF HOUSTON - CITY COUNCIL

Meeting Date: 9/16/2025

Item Creation Date: 9/4/2025

SR1706153899 - Enterprise Licenses, Server Cloud Enrollment Licenses and Software Maintenance

Agenda Item#: 12.

Summary:

MOTION for spending authority in the amount not to exceed \$60,124,498.65 for the purchase of Enterprise Agreement Licenses, Server Cloud Enrollment Licenses, and related software maintenance from **SHI GOVERNMENT SOLUTIONS, INC.**, through the Texas Department of Information Resources for Houston Information Technology Services and various departments.

Background:

SR1706153899 - Approve a motion for spending authority in the amount not to exceed \$60,124,498.65 for the purchase of Enterprise Agreement Licenses (EA), Server Cloud Enrollment Licenses (SCE), and related software maintenance from SHI Government Solutions, Inc., through the Texas Department of Information Resources (DIR) for Houston Information Technology Services (HITS) and various departments.

Specific Explanation:

The Chief Information Officer and the Chief Procurement Officer recommend that City Council approve a motion for spending authority in the amount not to exceed **\$60,124,498.65** for the purchase of enterprise agreement licenses, server cloud enrollment licenses, and related software maintenance through the Texas Department of Information Resources (DIR) and that authorization be given to issue purchase orders, as necessary, to the DIR vendor SHI Government Solutions, Inc., for Houston Information Technology Services (HITS) and various departments. This request is expected to sustain the City's Microsoft licenses and the necessary software maintenance through September 30, 2028.

This request will allow the City to purchase Microsoft enterprise agreement licenses and essential software maintenance for a full range of Microsoft products and services. This includes but is not limited to Microsoft 365, including Outlook, PowerPoint, Word, Excel, Teams as well as security solutions. The purchase will also allow the City to have flexibility to acquire key software such as Windows Server, SQL Server, SharePoint, and Microsoft System Center. These tools are critical for maintaining server performance, enabling virtualization of the City's physical server environment, and reducing hardware and support costs. Additionally, this purchase ensures the City remains compliant with software licensing requirements while enhancing security and data protection across all City departments.

This is a multi-year agreement to purchase licenses and software maintenance for the fleet of the City's computers. This agreement supports the ongoing modernization of the City's technology to current software standards including the capability to utilize Azure, Microsoft's trusted cloud platform, and ensuring that the City remains in compliance with software licensing requirements.

This recommendation is made pursuant to subsection 271.102(c) of the Texas Local Government Code, which provides that "a local government that purchases goods or services from a cooperative purchasing program or organization satisfies any state law requiring the local government to seek competitive bids for the purchase of the goods or services."

M/WBE Participation:

M/WBE Zero Percentage Goal document approved by the Office of Business Opportunity.

Hire Houston First:

This procurement is exempt from the City's Hire Houston First Ordinance. Bids/proposals were not solicited because the department is utilizing an Interlocal/Cooperative Purchasing Agreement for this purchase.

Fiscal Note:

Funding for this item is included in the FY2026 Adopted Budget. Therefore, no Fiscal Note is required as stated in the Financial Policies.

DocuSigned by:

9/10/2025

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Jedediah Greenfield, Chief Procurement Officer
Finance/Strategic Procurement Division

DocuSigned by:

9/10/2025

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Lisa Kent, Chief Information Officer
Houston Information Technology Services

Estimated Spending Authority			
Department	FY26	Out Years	Total
Houston Information Technology	\$ 12,760,819.88	\$42,390,535.00	\$55,151,354.88
Houston Airport System	\$ 1,361,580.90	\$ 2,830,256.52	\$ 4,191,837.42
Houston Public Works	\$ 224,737.21	\$ 556,569.14	\$ 781,306.35
Grand Total	\$14,347,137.99	\$45,777,360.66	\$60,124,498.65



9/10/2025

Prior Council Action:

N/A

Amount and Source of Funding:

\$55,151,354.88 - Central Service Revolving Fund (1002)
 \$ 4,191,837.42 - HAS Revenue Fund (8001)
 \$ 781,306.35 - W & S System Operating Fund (8300)
\$60,124,498.65 - Total

Contact Information:

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Jedediah Greenfield, Chief Procurement Officer	Finance/SPD	(832) 393-9126

ATTACHMENTS:

Description	Type
COOP Justification	Other
MWBE Waiver	Other
Conflict of Interest	Other
Ownership Form	Other
Tax Delinquent Report	Other
Quote-26500552	Other
Quote-26500620	Other
Quote-26528626	Other
Quote-26528648	Other
Quote-26536150	Other
Quote-26553597	Other
1295 Certificate	Other
Funding Verification for HPW & hits	Financial Information
Form A - HAS	Financial Information
COF	Financial Information