

CITY COUNCIL AGENDA TOPIC

A RESOLUTION authorizing amendment of Agreement with Zayo Group Holdings, Inc., (Zayo), formerly known as Allstream Business U.S., LLC, to extend the Agreement through December 31, 2026, to provide consolidated telecommunications services and ongoing maintenance support services, in a not-to-exceed amount of \$264,000 plus all applicable taxes.

Sabra Schneider, Chief Information Officer, 452-4890 Garrett Solberg Network System and Security Manager, 452-6980 Information Technology Department

EXECUTIVE SUMMARY

This Resolution would authorize the City Manager or designee to execute an amendment of an Agreement with Zayo to continue to obtain essential Citywide telecommunication services from Zayo, to extend the agreement through December 31, 2026, during the procurement process.

Staff request approval of a Resolution authorizing amendment to extend the Zayo Agreement and provide additional funds to continue telecommunication services.

RECOMMENDATION

ACTION

Move to adopt Resolution No. 10488

BACKGROUND/ANALYSIS

The City of Bellevue receives critical telecommunications services from Zayo, (formerly known as Allstream and Electric Lightwave/Integra Telecom), since 2013 through an initial competitive bid followed by competitive exemption process. In 2023, the City, Allstream, and Zayo executed a Consent to Assignment of the City's Master Service Agreement with Allstream. Zayo agreed to assume Allstream's duties to the City, and the City agreed to make payments to Zayo for duties performed by Zayo pursuant to the assigned agreement. The assigned agreement is now known and referred to as the Agreement between Zayo and the City. The City continues to receive reliable services from Zayo.

We are in the process of negotiating a Zayo telecommunication services agreement that leverages a State of Utah Cooperative Contract for best terms and pricing. There has been a delay in negotiations, and it is crucial that the City maintain continuity of service. This request is to authorize execution of an Amendment to allow extension of the Zayo Agreement by 24 months, ratify acts performed under such Agreement prior to Amendment, and add sufficient funds to continue vital City-wide services during the negotiation process.

POLICY & FISCAL IMPACTS

Policy Impact Bellevue City Code BCC 4.28 provides for the fair and equitable treatment of all persons involved in the purchasing process. Council approval is required to award the bid where the cost exceeds \$350,000.

Fiscal Impact

This expenditure is accommodated within the 2025-2026 Information Technology Department budget. The estimated total cost for 2 additional years of service will be approximately \$264,000 plus all applicable taxes.

OPTIONS

- A RESOLUTION authorizing amendment of Agreement with Zayo Group Holdings, Inc., (Zayo), formerly known as Allstream Business U.S., LLC, to extend the Agreement through December 31, 2026, to provide consolidated telecommunications services and ongoing maintenance support services, in a not-to-exceed amount of \$264,000 plus all applicable taxes.
- 2. Do not adopt the Resolution and provide alternative direction to staff.

ATTACHMENTS

Proposed Resolution No. 10488

AVAILABLE IN COUNCIL LIBRARY

Amendment to Master Service Agreement between Zayo Group Holdings, Inc. and City of Bellevue (Consolidated Telecommunications Services) - P.O. 1950341-000.

ZAYO Product Summary Report [List of current services].