

chair John Chiang
member Judy Chu, Ph.D
member Michael C. Genest

State of California
Franchise Tax Board

08.15.2008

To: Selvi Stanislaus
From: Lisa Garrison
Board Approval for Contracts Exceeding \$1 Million

Memorandum

This memorandum provides information for your notification to the Board pursuant to the Board's resolution requiring approval for purchases exceeding \$1 million.

AASTRA Intecom Inc.

This proposal requests approval for renewal of proprietary hardware maintenance on the E-Private Branch Exchange (PBX) including Survivable Switching Units (SSU) and related telecommunications equipment. The operating E-PBX is crucial to FTB's communication with our customers (taxpayers) and business partners (IRS, tax preparers, vendors, other State agencies, law enforcement, judicial, etc.). There would be a major impact to the collection of revenue if the E-PBX were to fail. Since an exemption does not exist for proprietary hardware maintenance, a request for a non-competitive bid (NCB) has been prepared and approved. The total amount of the contract is \$1,573,146.90 for a period of two (2) years and nine (9) months. The effective date of the contract will be December 1, 2008.

If you have any questions regarding any of the above items, please contact me at 845-4912.



Director
Financial Management Bureau

Cc: Michelle Fallon