

DRAFT**RESOLUTION 20xx-xxx**

RESOLUTION SELECTING AND AUTHORIZING PURCHASE OF ANNUAL SUBSCRIPTION SERVICES AND SUPPORT FROM SHI INTERNATIONAL CORP. FOR ENTERPRISE VULNERABILITY MANAGEMENT FROM JULY 23, 2020 THROUGH JULY 22, 2021 FOR A COST OF \$44,251 AND AUTHORIZING SUBSEQUENT ANNUAL SUBSCRIPTIONS, WITH AN ESTIMATED FIVE-YEAR TOTAL COST OF OWNERSHIP OF \$221,022. THIS WORK HAS BEEN DEEMED AN OPERATIONAL NECESSITY. WITHOUT RENEWAL BY THE DISTRICT, AT ITS DISCRETION, THE AGREEMENT TERMINATES AUTOMATICALLY. FUNDS REQUIRED FOR THE FIRST YEAR HAVE BEEN BUDGETED IN FY20. FUNDS REQUIRED FOR FUTURE YEARS WILL BE BUDGETED IN THE APPROPRIATE FISCAL YEAR, SUBJECT TO BOARD APPROVAL

WHEREAS, the San Diego Unified Port District (District) is a public corporation created by the Legislature in 1962 pursuant to Harbors and Navigation Code Appendix 1, (Port Act); and

WHEREAS, the Board of Port Commissioners (BPC) adopted BPC Policy No. 110 to establish a policy governing the processing and administration of public projects, consulting and service agreements, the purchasing of supplies, materials, and equipment, and grants; and

WHEREAS, in the fall of 2018, the District experienced a cyber-security event that required examination and advancement of the District's Cybersecurity suite of tools; and

WHEREAS, one of the legacy security tools that needs replacement is a Vulnerability Management Tool (VMT); and

WHEREAS, the new VMT will replace our current one with a next-generation solution that offers better alignment and integration with the District's new technology landscape; and

WHEREAS, this new solution ties into the District's "Cyber Secure Port" strategy to enhance capabilities across people, process, and technology pillars by offering heightened active and continuous assessment and validation of both known and unknown vulnerabilities; and

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WHEREAS, the District utilized an agreement pre-competed by the National Association of State Procurement Officers (NASPO), Software VAR, Contract #: ADSPO16; the pre-competed NASPO contract is for the system, licensing, and implementation of this VMT delivered through SHI International Corp.; and

WHEREAS, the initial Purchase Agreement is for a single year, however, staff is seeking authorization to purchase additional annual VMT subscriptions from SHI International Corp; and

WHEREAS, the estimated five-year total cost of ownership (TCO) to procure and implement the VMT system and maintain the service and subscriptions is \$221,022; and

WHEREAS, an effective VMT is critical to the security of the District's information technology network; and

WHEREAS, in order to ensure continued vulnerability awareness and threat response services, District staff recommends the BPC authorize, consistent with BPC Policy No. 110 section II.F, procurement of annual licensing, maintenance, and support for a VMT system with an estimated five-year TCO of \$221,022; and

WHEREAS, consistent with BPC Policy No. 110 section II.F, subsequent purchases of the service and subscriptions beyond the initial one-year term, should such purchases be deemed appropriate and at a reasonable cost, will not require future competition or Board action.

NOW, THEREFORE, BE IT RESOLVED by the Board of Port Commissioners of the San Diego Unified Port District, as follows:

That the Executive Director or her designated representative is hereby authorized and directed on behalf of the San Diego Unified Port District to enter into a Purchase Agreement with SHI International Corp. from July 23, 2020 through July 22, 2021, for the purchase of annual licensing, maintenance, and support for a Vulnerability Management Tool system for enterprise vulnerability management, and authorizing subsequent annual subscriptions with an estimated five-year Total Cost of Ownership of \$221,022.

APPROVED AS TO FORM AND LEGALITY:
GENERAL COUNSEL

By: Assistant/Deputy

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PASSED AND ADOPTED by the Board of Port Commissioners of the San Diego Unified Port District, this 23rd day of June 2020, by the following vote: