



Council Communication

Office of the City Manager

Date

December 18, 2006

Agenda Item No. 43
Roll Call No. 06-
Communication No. 06-772

Submitted by: Bill McCarthy, Chief of
Police and Phillip Vorlander, Fire Chief

AGENDA HEADING:

Recognition of merger between Intergraph Corporation and Cobalt Holding Company

RECOMMENDATION:

Recommend approval of the merger between Intergraph Corporation and Cobalt Holding Company and approval of the waiver of the breach of contract.

FISCAL IMPACT: NONE

ADDITIONAL INFORMATION:

On or about the 15th day of November 2006, the police department's Technology Services Section received a letter from Intergraph Corporation advising of the merger between Intergraph and Cobalt Holding Company, which is an affiliate of Hellman & Friedman and Texas Pacific Group. Intergraph Corporation provides software to the City's 911 Communications Center and the current Mobile Data System being constructed by the police and fire departments. The letter is being used to inform the City of the merger and reassure the City no changes will occur concerning existing contracts with the City. The letter requests a signature from a City representative acknowledging notification of the merger and waiving any rights of the City to terminate existing contracts due to the merger.

Intergraph Corporation contracts have been beneficial to the City and it is the police and fire department's desire to maintain these contracts. Evaluation of these existing contracts does not reveal any reason to hold Intergraph Corporation in breach of services because of the stated merger. The Police and Fire Department staff desires the Council to accept the merger status of Intergraph Corporation and Cobalt Holding Company and empower the Mayor to sign the submitted letter confirming the Council's acceptance.

PREVIOUS COUNCIL ACTION(S): NONE

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS: NONE