



## REPORT FOR ACTION WITH CONFIDENTIAL ATTACHMENT

### Non-Competitive Purchase of Endpoint Detection and Response (EDR) solution

**Date:** May 20, 2020

**To:** General Government and Licensing Committee

**From:** Chief Information Security Officer, Chief Technology Officer and  
Chief Purchasing Officer

**Wards:** All

#### REASON FOR CONFIDENTIAL INFORMATION

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The attachment to this report involves the security of property belonging to the City of Toronto and is about a plan to be applied to negotiations to be carried on by, or on behalf of, the City of Toronto.

#### SUMMARY

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The purpose of the report is to inform General Government and Licensing Committee that the City entered into a non-competitive contract and agreement to purchase a threat management solution that enables the City to detect, protect and respond against cyber-attacks such as malicious software (i.e. malware, ransomware). The solution will enhance the City's cyber capabilities, posture and resilience and improve the protection of the data involved in the delivery of City services.

The total cost for the above components is \$2,442,351.03, net of Harmonized Sales Tax and \$2,485,336.42 net of Harmonized Sales Tax recoveries.

Reporting back to City Council is required in accordance with Municipal Code Chapter 195, Purchasing, where the potential value of the non-competitive contract exceeds \$500,000 or the commitment authority of the City Manager or any division head, the Chief Purchasing Officer and the City Manager or division head shall report jointly to Council through the General Government and Licensing Committee as soon as practical and not later than the second regular meeting of Council after entering into the contract under Article 7, Section 195-7.4(B) of the Purchasing By-law.

## RECOMMENDATIONS

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The Chief Information Security Officer, Chief Technology Officer and Chief Purchasing Officer recommend that:

1. City Council direct that the confidential information contained in Confidential Attachment 1 remain confidential in its entirety, as it contains information related to the security of property belonging to the City of Toronto and is about a plan to be applied to negotiations to be carried on by, or on behalf of, the City of Toronto.

## FINANCIAL IMPACT

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The contract has a total value of \$2,442,351.03, net of Harmonized Sales Tax and \$2,485,336.42, net of Harmonized Sales Tax recoveries, and is fixed for the term of the contract.

Funding in the amount of \$738,537.55 net of Harmonized Sales Tax recoveries is included in the Technology Services Division's Council approved 2020 Operating Budget. Funding in the amount of \$269,723.77 net of Harmonized Sales Tax recoveries is included in the Technology Services Division's Council approved 2020 Capital Budget and 2021-2029 Capital Plan. The future year funding requirement of \$1,477,075.10 net of Harmonized Sales Tax recoveries will be requested in the 2021-2022 Operating Budget submissions of the Office of the Chief Information Security Officer.

The funding breakdown by years is included in the following table:

Table 1 – Capital & Operating Funding

Division	Cost Centre	Amount (net of Harmonized Sales Tax recoveries)			
		2020	2021	2022	Total
Technology Services	CIT046-13-02	\$269,723.77			\$269,723.77
Technology Services	IT1280	\$738,537.55			\$738,537.55
Office of the Chief Information Security Officer	CY1001		\$738,537.55	\$738,537.55	\$1,477,075.10
TOTAL		\$1,008,261.32	\$738,537.55	\$738,537.55	\$2,485,336.42

The Chief Financial Officer and Treasurer has reviewed this report and agrees with the financial impact information.

## **DECISION HISTORY**

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There is no decision history.

## **COMMENTS**

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The public has come to expect efficient and effective delivery of City services. This purchase enhances the protection of the data involved in the delivery of those services. Leading cyber practices are required to reduce the potential for theft, loss, or misuse of the data involved in the delivery of those services and disruption of business services.

Additional information details on the non-competitive contract is outlined in the confidential attachment #1.

## **CONTACT**

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## **SIGNATURE**

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Chief Information Security Officer

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Lawrence Eta  
Chief Technology Officer

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Michael Pacholok  
Chief Purchasing Officer

## **ATTACHMENTS**

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Confidential Attachment 1 - Purchase of Endpoint Detection and Response (EDR) solution