CITY OF NOVI CITY COUNCIL APRIL 22, 2024



SUBJECT: Approval to purchase a three-year subscription to Arctic Wolf Networks, Inc. network security software through People Driven Technology for an estimated annual amount of \$75,717. This is subject to the final approval of the form and terms of the contract by the City Manager and City Attorney.

SUBMITTING DEPARTMENT: Integrated Solutions, Technology Division

EXPENDITURE REQUIRED	\$75,717.00/year
AMOUNT BUDGETED	\$85,000.00/year
APPROPRIATION REQUIRED	\$0
LINE ITEM NUMBER	101-228.00-816.042

BACKGROUND INFORMATION:

The City of Novi previously contracted for Managed Detection and Response (MDR), Managed Risk (MR), and Security Awareness (SA) Training as part of a comprehensive cybersecurity security overlay. The vendor that provided the services and software related to MDR, MR, and SA training has recently been purchased and exited the cybersecurity overlay business. After reviewing several options, the Integrated Solutions Technology Division recommends Arctic Wolf Networks MDR, MR, and SA training. The team has also negotiated to receive the MR module for free for the first year. This represents a saving of \$17,025.00. Below is the breakdown of coverage each module will provide.

 Managed Detection and Response (MDR): Provides 24×7 monitoring of the City of Novi network, endpoints, and cloud environments, along with a managed approach to detection, response, and recovery from cyber threats through managed triage and concierge services.

- <u>Managed Risk (MR)</u>: Continuously scans the City of Novi networks, endpoints, and cloud environments for risky software, assets, accounts, and misconfigurations beyond simple vulnerability assessment tools. Delivered as a concierge service, Managed Risk helps take a proactive approach to security by identifying gaps to harden our security posture over time.
- Security Awareness (SA) Training: Security Awareness includes fully managed security awareness training, automated phishing simulations with just-in-time specific training, report phishing button (for O365), reported email details, automated employee reminders, and account takeover monitoring.

RECOMMENDED ACTION: Approval to purchase a three-year subscription to Arctic Wolf Networks, Inc. network security software through People Driven Technology for an estimated annual amount of \$75,717. This is subject to the final approval of the form and terms of the contract by the City Manager and City Attorney.



City of Novi

Artic Wolf Quote # 010208 v2







Artic Wolf

Prepared by:

East Michigan

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Prepared for:

City of Novi

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Quote Information:

Quote #: 010208

Version: 2

Delivery Date: 04/16/2024 Expiration Date: 04/29/2024

ArticWolf 1yr Licensing

Line	Qty	Part Number	Description	Price	Extended Price
Term: 6	6/10/2024 - 6/9/20)25			
1	407	AW-MDR-USER	Arctic Wolf MDR user license	\$75.00	\$30,525.00
2	47	AW-MDR-SE	Arctic Wolf MDR server license	\$75.00	\$3,525.00
3	454	AW-MDR-1YR	Arctic Wolf MDR Log Retention - 1 year	\$5.40	\$2,451.60
4	407	AW-MDR-O365	Arctic Wolf MDR Office 365 user license	\$8.44	\$3,435.08
5	1	AW-MR-PROMO	Arctic Wolf Managed Risk 1 Yr Free w/ 3 Yr MDRTerm	\$0.01	\$0.01
6	407	AW-MSAT-MAP	Arctic Wolf Managed Security Awareness Plus	\$15.75	\$6,410.25
One-tir	ne charges				
7	1	AW-MDR-OB	Arctic Wolf MDR Onboarding	\$3,384.48	\$3,384.48
8	1	AW-MR-OB	Arctic Wolf Managed Risk Onboarding	\$0.00	\$0.00
9	7	AW-SHP	Arctic Wolf Sensor/Scanner Shipping	\$150.00	\$1,050.00

Subtotal: \$50,781.42

ArticWolf Platform & Sensors

Line	Qty	Part Number	Description	Price	Extended Price
10	3	AW-MDR-2XX-S- 10GC	Arctic Wolf 200 Series Sensor - 2 x 10G SFP+with RJ45 connectors	\$1,687.50	\$5,062.50
11	4	AW-MDR-1XX-S	Arctic Wolf 100 Series Sensor	\$562.50	\$2,250.00
12	1	AW-IR-JSR	Arctic Wolf IR JumpStart Retainer	\$0.01	\$0.01
13	1	AW-PLATFORM- BASE	Arctic Wolf Platform - Base Platform	\$2,812.50	\$2,812.50
14	454	AW-PLATFORM	Arctic Wolf Platform - Users and Servers	\$5.62	\$2,551.48

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ArticWolf Platform & Sensors

Line	Qty	Part Number	Description	Price	Extended Price
The Net	Total price for each i	item in the table abov	ve will increase by 5.0% on (i) the annual anniversary of the S	ubscription Start Date	e or (ii) the end of
			e "Increase"). Thereafter, pricing for any subsequent renewals		
			thirty-six (36) month period (the "Committed Term") as set fort		
			'). The Subscription set forth herein reflects the Fees payable		
			rears of the Committed Term are subject to the Increase and p		
			ing a oneyear Subscription Term is issued, a subsequent Orde		
			two annual periods of the Committed Term. Acceptance of the . All payments below are due and payable in accordance wit		
			scription Fees and Subtotal One-Time Fees listed above and		
		•	he Subtotal Subscription Fees set forth in the Table, plus the		
(30) day	s prior to the first and	niversary of the Subs	cription Start Date. Invoice 3 includes the entirety of the Subto	otal Subscription Fees	s payable on
			I thirty (30) days prior to the second anniversary of the Subsci		
		, , ,	on finalization of this Order Form and for initial enrollment in the	• • • • • • • • • • • • • • • • • • • •	
			C Wolf's third-party service provider, Cysurance. CUSTOMER		
			CONFIRMATION EMAIL TO BE ELIGIBLE FOR THE SERVIC tute enrollment in the Service Warranty. Indemnification amou		
			nge in product subscriptions during the Subscription Term (or		
			be required. If this is a renewal Order Form that qualifies for		
enrollme	ent in the Service Wa	rranty will continue p	rovided the qualifying indemnification level is the same. The	Subscriber Terms can	be found at
			omotional Terms. This Order Form contains a one-time prome	,	
			sk Solution ("MR Solution") at the MDR user and server counts		
			n will terminate. Continued use of the MR Solution following the		
			nent of all applicable subscription fees. The next MR Solution		
			ense discount. Arctic Wolf's delivery of the products, services, https://arcticwolf.com/terms (or such other agreement execute		
governe	a by the applicable A	igicoment located at	The particular agreement execute	od by Aloue Woll and	the cha ager). The

terms of this Order Form are Confidential Information and may not be disclosed except as otherwise provided in the applicable Agreement.

Subtotal: \$12,676.49

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Artic Wolf

Ship To:

City of Novi

45175 Ten Mile Road invoices@cityofnovi.org Novi, MI 48375 Rob Petty (248) 735-5605 Ext. 0000 rpetty@cityofnovi.org

Bill To:

City of Novi

45175 Ten Mile Road invoices@cityofnovi.org Novi, MI 48375 Rob Petty (248) 735-5605 Ext. 0000 rpetty@cityofnovi.org

Quote Information:

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Version: 2

Delivery Date: 04/16/2024 Expiration Date: 04/29/2024

Quote Summary

Description	Amount
ArticWolf 1yr Licensing	\$50,781.42
ArticWolf Platform & Sensors	\$12,676.49

Total: \$63,457.91

Taxes, shipping, handling and other fees may apply. We reserve the right to cancel orders arising from pricing or other errors.

People Driven Technology

City of Novi

Signature:		Signature:	
Name:	Jeremy Friedman	Name:	
Title:	Account Executive	Date:	
Date:	04/16/2024		

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ACCEPTANCE OF THE PRICE QUOTE IS MADE ONLY UPON THESE TERMS AND CONDITIONS

1. PRICING: Prices for any Products or Services are valid for 30 days therefrom unless otherwise stated.

Customer is responsible for (i) all applicable federal, state or local sales, use or other taxes (except taxes on People Driven Technology, Inc's net income), (ii) shipping or packing charges, (iii) insurance and (iv) any other expenses associated with the sale and transportation, or storage of the Products or tariffs and any similar charges imposed upon or in connection with the Products. The parties agree that all charges included in the price of the Products and Services set forth in the Price Quote are based upon detailed specifications supplied by Customer and any deviation requested by the Customer from such specifications may result in additional charges.

- 2. PAYMENT: Unless otherwise specified in the Price Quote, payment for Products and Services is due net 30 days from the date of invoice. Any requests to satisfy the invoiced payment via a credit card or a prepaid card vendor program will be limited to \$5,000 per invoice.
- **3. DELIVERY:** Unless otherwise agreed in writing, the Products shall be shipped and delivered F.O.B. Customer's ship to location set forth in the Price Quote. Unless Customer instructs People Driven Technology, Inc to use a particular carrier on customer's order letter, the Products shall be shipped via a common carrier chosen by People Driven Technology, Inc.
- **4. SHORTAGE**: CLAIMS AND INSPECTION: Customer shall have the right to inspect the Products within 48 hours of receipt. Any shortages or other claims in connection with an order must be made in writing and delivered to People Driven Technology, Inc within such 48-hour period or shall be waived.
- **5. RETURNS:** Customer acknowledges that People Driven Technology, Inc. shall have no obligation to accept returns of any Products ordered by and sold to Customer. People Driven Technology, Inc., at its sole discretion, may authorize the return of unused Products. Such returns cannot be made without a return authorization in writing issued by People Driven Technology, Inc.
- **6. TITLE AND RISK OF LOSS:** Unless otherwise specified in the Price Quote, title and risk of loss shall pass to Customer at the time the Products are tendered by each carrier at Customer's facilities, and any loss or damage thereafter shall not relieve Customer from any obligation hereunder. People Driven Technology, Inc. reserves, and Customer hereby grants to People Driven Technology, Inc., a purchase money security interest in the Products, and all proceeds from the sale thereof, until full payment is received for all amounts due and payable by Customer.
- 7. WARRANTIES AND REMEDIES: All Products, and the components and materials utilized in any assembled or customized Products, are covered by, and subject to, the terms, conditions, and limitations of the manufacturer's standard warranty, which warranty is expressly in lieu of any other warranty, express or implied, of or by People Driven Technology, Inc or the applicable Product manufacturer. People Driven Technology, Inc represents, warrants and covenants that (i) People Driven Technology, Inc shall perform all Services, if any, in accordance with the material specifications set forth in the Price Quote and (ii) the functions and features of the Services and related deliverables shall operate in the manner described in the applicable Price Quote for ninety (90) days from the completion thereof.
- **8. EXPORT RESTRICTIONS:** Products may be subject to export or resale restriction or regulation, and Customer acknowledges that it will comply with such restrictions and regulations. Any statement as to product country of origin, Export Control Classification Number, or compliance with applicable law (including, without limitation, that products are lead-free or RoHS compliant) is as provided to People Driven Technology, Inc by its suppliers, and People Driven Technology, Inc does not warrant its accuracy and will not be liable for any error with regard to same.
- 9. ORDER CANCELLATION: Product cancellation and/or return is subject to manufacturer restrictions. People Driven Technology, Inc will abide by its suppliers current restrictions for all cancellation and return requests up to and including a No Cancellation or Return policy.
- 10. SPECIAL NOTICE: Please note that VMware pricing, part numbers, and quote expiration dates may be subject to change at any time as a result of the Broadcom acquisition.

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