



# CITY OF PLANO COUNCIL AGENDA ITEM

CITY SECRETARY'S USE ONLY	
<input type="checkbox"/> Consent <input type="checkbox"/> Regular <input type="checkbox"/> Statutory	
Council Meeting Date:	5/12/2014
Department:	Technology Services
Department Head	David Stephens
Agenda Coordinator (include phone #): <b>Dianna Wike x7549</b>	

### CAPTION

To approve the purchase of Software Maintenance and Support Services, for one (1) year with three (3) City optional one (1) year renewals, for JD Edwards and PeopleSoft Software, in the estimated annual amount of \$375,515, from Oracle America, Inc. through an existing DIR (Department of Information Resources) contract and authorizing the City Manager to execute all necessary documents. (DIR-TSO-2539)

### FINANCIAL SUMMARY

NOT APPLICABLE   
  OPERATING EXPENSE   
  REVENUE   
  CIP

FISCAL YEAR:	Prior Year (CIP Only)	Current Year	Future Years	TOTALS
<b>2013-14; 2014-15; 2015-16; 2016-17</b>				
Budget	0	3,291,924	1,126,545	<b>4,418,469</b>
Encumbered/Expended Amount	0	-2,354,380	0	<b>-2,354,380</b>
This Item	0	-375,515	-1,126,545	<b>-1,502,060</b>
<b>BALANCE</b>	<b>0</b>	<b>562,029</b>	<b>0</b>	<b>562,029</b>

**FUND(S): TECHNOLOGY SERVICES FUND**

**COMMENTS:** Annual expenditures for the maintenance and support of the JD Edwards and PeopleSoft software are included in the annual operating budget for Technology Services. This item totals an estimated \$1,502,060 and covers a (4) four-year period. This maintenance contract overlaps fiscal years. The estimated annual amount to be spent in FY 2013-14 for this contract is \$375,515. The estimated future amount is \$1,126,545, (\$375,515 in FY 2014-15 through FY 2016-17) and will be based on need within annual budget appropriations. The remaining 2013-14 budget amount will be used for other operating expenditures related to maintenance agreements.

**STRATEGIC PLAN GOAL:** Contracts for software maintenance and support relate to the City's Goal of Financially Strong City with Service Excellence.

### SUMMARY OF ITEM

Technology Services staff recommends approval of the purchase of software maintenance and support services for one (1) year with three (3) City optional one (1) year renewals, for JD Edwards and PeopleSoft software. The City uses these applications to manage its financial, payroll and human resource functions. Maintenance and support services would be provided by Oracle America, Inc., the owner of the source code and intellectual property rights to these applications, utilizing their DIR (Department of Information Resources) contract, in the estimated annual amount of \$375,515. The City is authorized to purchase from the State Contract list pursuant to Chapter 271 Subchapter D of the Local Government Code and by doing so satisfies any State Law requiring



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local governments to seek competitive bids for items. (DIR-TSO-2539)

List of Supporting Documents:  
Memorandum

Other Departments, Boards, Commissions or Agencies



# Memorandum

**Date:** April 25, 2014  
**To:** Diane Palmer-Boeck, Purchasing Manager  
**From:** David Stephens, Director Technology Services  
**Subject:** Renewal of Oracle Software Maintenance and Support

Technology Services proposes purchasing software support and maintenance from Oracle America Inc, for our JDEdwards and PeopleSoft applications. The City of Plano uses these applications to manage its financial, payroll and human resource functions. Oracle America Inc is the developer and owner of the source code and intellectual property rights to the two applications listed above.

Oracle America Inc. has an agreement with the State of Texas Department of Information Resources to provide software maintenance and support under contract DIR-TSO-2539. The City of Plano agreement with Oracle America Inc in FY 2013-14, with three annual renewals, would be an estimated annual amount of \$375,515.48.

The software maintenance and support that Oracle America Inc. would provide includes fixes to the software, tax updates to the software for payroll purposes, the ability to upgrade the applications to new versions, and access to support personnel in the event of systems failures. These functions are critical to ensuring the integrity and continued operations of the financial and human resource functional areas.