

**SUBMITTAL TO THE BOARD OF SUPERVISORS
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

243



FROM: OASIS/Executive Office

SUBMITTAL DATE:
July 12, 2005

SUBJECT: Sole Source Purchase of PeopleSoft Enterprise ESA Contracts Module Software and Budget Adjustments

RECOMMENDED MOTION:

(1) Move that the Board of Supervisors approve the sole source purchase of the PeopleSoft Enterprise ESA Contracts Module software and maintenance agreement from Oracle USA, Inc. for a total purchase price of \$706,608 without securing competitive bids and authorize the Purchasing Agent to execute the software license and services agreement with Oracle USA, Inc.

(2) Direct the Auditor-Controller to adjust the OASIS Financials Budget as noted on Attachment A for the purchase of PeopleSoft Enterprise ESA Contracts Module and additional system training for OASIS.

BACKGROUND: OASIS plans to upgrade the county's PeopleSoft Financials system from version 7.5 to version 8.8 with a scheduled "go-live" date for the project set for February 15th, 2007. The upgrade project involves the replacement and update of the county's PeopleSoft Financial Enterprise Resource Planning (ERP) software with the most current version of the software.

Michael Dearman
MICHAEL DEARMAN, Director
OASIS

| | | | | |
|-----------------------|-------------------------------|------------|-------------------------|----------|
| FINANCIAL DATA | Current F.Y. Total Cost: | \$ 706,608 | In Current Year Budget: | No |
| | Current F.Y. Net County Cost: | \$ 0 | Budget Adjustment: | Yes |
| | Annual Net County Cost: | \$ 0 | For Fiscal Year: | FY 05/06 |

| | | |
|---|----------------------------------|-------------------------------------|
| SOURCE OF FUNDS: OASIS Financial Chargeback Rate 45420-1109200000 | Positions To Be Deleted Per A-30 | <input type="checkbox"/> |
| | Requires 4/5 Vote | <input checked="" type="checkbox"/> |

C.E.O. RECOMMENDATION: APPROVE.

Clark

County Executive Office Signature

FISCAL PROCEDURES APPROVED
 ROBERT E. BYRD, Auditor-Controller
 BY *Sue Lane* 7/6/05 Deputy
 Purchasing: *M. De* Asst. Director
 DEPT *M. De* Departmental Concurrence
 Dept't Recomm.: Policy
 Per Exec. Ofc.: Policy
 Consent
 Consent

3.43

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The original plan was to include the \$666,608 cost of this software in the FY 05/06 budget. However, because the authorizing F11 was not approved before budget adoption, a technical adjustment is now necessary. The cost of the software itself has not changed, and the funding source is the same. The department requests an additional \$40,000 authorization for related training costs. The total cost of the software and training is \$706,608. The budget adjustment, if approved, merely allows the upgrade to proceed as planned.

The OASIS PeopleSoft Financials version 7.5 currently in use by the county includes limited contract management functions in the PeopleSoft Project Costing software module. This functionality is required by departments to the support Deposit-based Fee (DBF) program and other Project Costing-related billing processes.

The PeopleSoft Enterprise ESA Contracts Module is a new module with enhanced Project Costing contract management and billing functionality that is available in the upgraded version of the software. This will provide immediate system improvements and opportunities for additional enhancements to the county's DBF and Project Costing billing processes.

PRICE REASONABLENESS: Oracle USA, Inc. has applied the full volume discount available for State and Local government customers to obtain the current pricing.

Oracle USA, Inc. (formerly known as PeopleSoft USA, Inc) is the vendor for PeopleSoft Enterprise software products and licenses and is the sole provider for PeopleSoft products.

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Attachment A

Increase appropriations:

| | | |
|-------------------------|-------------------------------|-----------------|
| 45420-1109200000-546280 | Software/Fixed Asset | \$666,608 |
| 45420-1109200000-527840 | Training – Education/Tuition | <u>\$40,000</u> |
| | Total appropriations increase | \$706,608 |

Use of net assets:

| | | |
|-------------------------|-----------------------|-----------|
| 45420-1109200000-380100 | Unreserved net assets | \$706,608 |
|-------------------------|-----------------------|-----------|