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

FROM: Riverside County Information Technology

SUBMITTAL DATE:
May 9, 2008

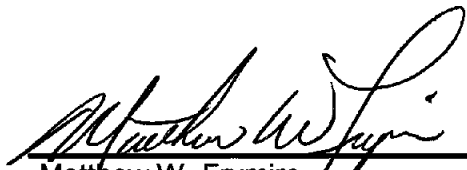
**SUBJECT: EXTEND CURRENT SOFTWARE LICENSING AND SERVICES CONTRACT WITH
COMPUTER ASSOCIATES WITHOUT SECURING COMPETITIVE BIDS**

RECOMMENDED MOTION: That the Board of Supervisors:

1. Approve the extension of the attached contract amendment for the annual amount of \$57,460, without securing competitive bids, to Computer Associates Inc. for computer software support services; and
2. Authorize the Purchasing Agent to sign the amendment and exercise the annual renewal option for services through 03/31/2010 not to exceed the annual amount of \$57,460.

BACKGROUND: Riverside County Information Technology (RCIT) is currently utilizing Computer Associates software tools to support the County's mainframe systems, including the Property System. Computer Associates is the only provider of this software to support the existing tools. In addition, Computer Associates provides the County with the licensing for continued use of these tools as well as support services that include software upgrades, patches, and escalation support in instances where higher level support is required.

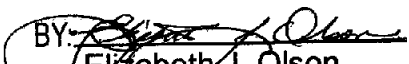
(Continued on Page 2)


 Matthew W. Frymire
 Chief Information Officer

FINANCIAL DATA	Current F.Y. Total Cost:	\$ 57,460	In Current Year Budget:	Yes
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	No
	Annual Net County Cost:	\$ 0	For Fiscal Year:	08/09

SOURCE OF FUNDS: RCIT Fund 45500	Positions To Be Deleted Per A-30	<input type="checkbox"/>
	Requires 4/5 Vote	<input type="checkbox"/>

C.E.O. RECOMMENDATION: APPROVE

BY: 
 Elizabeth J. Olson

County Executive Office Signature

FORM APPROVED COUNTY COUNSEL
 NEAL R. KIPNIS
 PURCHASING: 5/13/08
 Billy Cornett
 Purchasing Manager
 Departmental Concurrence

Prev. Agn. Ref.: 3.30 (3/29/05) | District: | Agenda Number:

3.53

BOARD OF SUPERVISORS

**FORM 11: EXTEND CURRENT SOFTWARE LICENSING AND SERVICES CONTRACT WITH
COMPUTER ASSOCIATES WITHOUT SECURING COMPETITIVE BIDS**

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BACKGROUND (Continued)

While it is possible to replace these software tools with something compatible, it would require a replacement of a complete suite of tools and extensive training for both the departments and customer base, thus resulting in additional costs and lost of productivity. This cost and loss of production would not be acceptable to users such as the Assessor or Tax Collector who utilize the systems tools.

As the life-cycle for the County's current Property System is expected to end in approximately two to three years, the department's that sponsor the County's Property System want to avoid spending the time and/or money in training staff on a suite of tools that may be replaced. It is estimated that the County would not see a true return on the investment of a new suite of tools until after 2010, which is when the Computer Associates contract would end. Considering the current status of the Property System as the sponsor departments are calling for a reduction in the costs of operating the system, continued use of support tools that are familiar and already a part of the operation, as well as being offered at a reduced cost, this is the best option for the County.

PRICE REASONABLENESS

Purchasing was able to negotiate the annual cost at a \$32,540 savings; the new annual price of \$57,640 is down from \$90,000 per year charged in the current contract. This immediate savings is critically important at a time when departments are cutting expenditures.



RIVERSIDE
COUNTY
INFORMATION
TECHNOLOGY

We help make Riverside County run.

Matthew W. Frymire
Chief Information Officer

Memorandum

To: Board of Supervisors

Date: May 14, 2008

Via: Purchasing Agent

From: Matt Frymire, CIO

Subject: Sole Source Procurement: Request for renewal of annual software licensing agreement with Computer Associates (CA) for proprietary software that is running on the mainframe computer supporting the Property System.

The below information is provided in support of my Department requesting approval for a sole source. Outside of a duly declared emergency, the time to develop a statement of work or specifications is not in itself justification for sole source.

- 1. Supply/Service being requested:**
Proprietary software license and services contract used to support the Property System.
- 2. Supplier being requested:**
Computer Associates (CA)
- 3. Alternative suppliers that can or might be able to provide supply/service:**
None/proprietary
- 4. Extent of market search conducted:**
Information Technology meet with both CA and IBM in 2004 regarding this software system and several months of meetings and discussions occurred at that time.
- 5. Unique features of the supply/service being requested from this supplier, which no alternative supplier can provide:**
RCIT and mainframe system customers are currently using (CA) software tools in support of mainframe systems, including the Property System. Staff is trained and uniquely familiar with the CA support tools as they have been in use for many years in support of the mainframe systems.
- 6. Reasons why my department requires these unique features and what benefit will accrue to the county:**
As the life-cycle- for the County's current Property System is expected to end in approximately three years the Departments that sponsor the County's Property System are not interested in spending the time or the money in training staff in the use of new tools. It is estimated that the County would not see a true return on their investment of a new suite of tools until after 2010, which is when the CA contract work will end. Considering the current status of the Property System, the sponsor Departments are calling for a reduction in the cost of operating the system. Continued use of support tools that are familiar and already a part of the operation, as well as being offered at a reduced cost, is the best option for the County.


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SOLE SOURCE PROCUREMENT

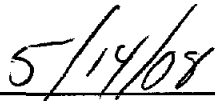
7. Price Reasonableness:

Purchasing was able to negotiate the annual cost at a \$32,540 savings; the new annual price of \$57,640 is down from \$90,000 per year charged in the current contract. This immediate savings is critically important at a time when departments are cutting expenditures.

8. Does moving forward on this product or service further obligate the county to future similar contractual arrangements?

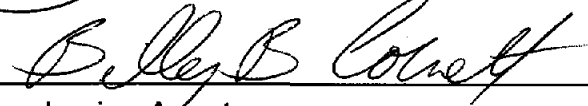
No, however, the intent is to renew the licensing agreement on an annual basis for the next two years or through 2010.



Department Head Signature


Date

Purchasing Department Comments:

Approve Approve with Condition/s Disapprove


Purchasing Agent


Date