



**PURCHASING ITEM
FOR
COUNCIL AGENDA**

1. Agenda Item Number:

56

2. Council Meeting Date:
June 14, 2007

TO: MAYOR & COUNCIL

3. Date Prepared: May 17, 2007

THROUGH: CITY MANAGER

4. Requesting Department: City Manager

5. SUBJECT: Approve the utilization of the State of Arizona Contract #AD040034-001-A1 to purchase Oracle maintenance and support from Oracle Corporation in an amount not to exceed \$182,000.

6. RECOMMENDATION: Recommend approval of the utilization of the State of Arizona Contract #AD040034-001-A1 to purchase Oracle maintenance and support from Oracle Corporation in an amount not to exceed \$182,000.

7. HISTORICAL BACKGROUND/DISCUSSION: This maintenance and support covers the City of Chandler's Financial System, Payroll/HR System, Sales Tax System, Work Order Management System (MP2), Permits System and the GIS System software. Oracle maintenance and support provides technical support issues, software fixes, and system and application upgrades necessary to operate and keep these systems current. Maintenance is renewed on an annual basis.

8. EVALUATION PROCESS: The State of Arizona Procurement Office has bid Oracle Maintenance and Support and awarded a contract to Oracle Corporation. The use of this contract eliminates the cost of issuing a new bid and reduces the lead-time in obtaining the services in addition to capturing the State's volume purchasing power. A purchase order will be used as the agreement to purchase this maintenance and support. Council has approved the form of the purchase order as well as an intergovernmental agreement with the State.

9. FINANCIAL IMPLICATIONS: Funds are available for this project from the following account: 101.1280.0000.5419.ITAPPS General Funds, IT Infrastructure & Client Support, Other Equipment R&M, IT Oracle and Miscellaneous Applications \$182,000.

10. PROPOSED MOTION: Move to approve the utilization of the State of Arizona Contract #AD040034-001-A1 to purchase Oracle maintenance and support from Oracle Corporation in an amount not to exceed \$182,000.

APPROVALS

11. Requesting Department

KP McManus

Kevin McManus, IT Application Manager

12. Department Head

Patrick Hait

Patrick Hait, Acting Chief Information Officer

13. Procurement Officer

Carolee Stees

Carolee Stees, CPPB

14. City Manager

W. Mark Pentz

W. Mark Pentz