



AGENDA MEMORANDUM
for the City Council Meeting of July 10, 2012

DATE: 7/10/2012

TO: Ronald L. Olson, City Manager

FROM: Michael Barrera, Assistant Director of Financial Services
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Michael Armstrong, Director of Municipal Information Systems
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Enterprise Resource Planning (ERP) System Consultant

CAPTION:

Motion authorizing the City Manager or his designee to execute a consultant agreement with Plante & Moran, PLLC of Southfield Michigan, for \$198,340, to provide Enterprise Resource Planning (ERP) System Consultant services.

BACKGROUND AND FINDINGS:

The proposed contract will provide consulting services to: (1) Conduct a needs assessment for a replacement for PeopleSoft applications; (2) Assist the City in developing an RFP for replacement applications; (3) Assist the City in selecting a vendor for replacement applications; (4) Assist the City in negotiating a contract for licensing and implementation of replacement applications. The term of the agreement will extend through award of successful replacement of the ERP solution. It is the City's intent to present a recommendation for the ERP system to City Council by February 2013.

Oracle Corporation, owners of PeopleSoft, has announced that support for the PeopleSoft set of applications will end in August 2014. As a result, the City will need to move to a different set of applications, either from Oracle or another vendor by that date.

The City of Corpus Christi acquired PeopleSoft Financials, Human Resources Information Systems (HRIS) and Enterprise Performance Management (Budgeting) in 1998. The software was implemented during 1998-1999 by Arthur Anderson Consulting.

During the past decade, a number of vendors have emerged that can provide similar or improved functionality at a lower cost. The City also has an opportunity to assess the business processes supported by PeopleSoft applications and improve those processes by leveraging features available in more modern software. A target implementation date of August 1, 2013, has been established to take advantage of new functionality and reduced support costs.

ALTERNATIVES:

None.

OTHER CONSIDERATIONS:

CONFORMITY TO CITY POLICY:

This purchase conforms to the City's purchasing policies and procedures and State statutes regulating procurement.

EMERGENCY / NON-EMERGENCY:

Not Applicable

DEPARTMENTAL CLEARANCES:

Municipal Information Systems Department

FINANCIAL IMPACT:

Fiscal Year: 2011-2012	Project to Date Expenditures (CIP only)	Current Year	Future Years	TOTALS
Line Item Budget		\$302,539.99	\$0	\$302,539.99
Encumbered / Expended Amount		\$87,609.89	\$0	\$87,609.89
This item		\$198,340.00	\$0	\$198,340.00
BALANCE		\$16,590.10	\$0	\$16,590.10

Fund(s): Municipal Information System Fund

Comments:

RECOMMENDATION:

Staff recommends approval of the motion as presented.

LIST OF SUPPORTING DOCUMENTS:

Summary Matrix

Approvals: Veronica Ocañas, Assistant City Attorney
Michael Armstrong, Director of Municipal Information Systems
Constance Sanchez, Director of Financial Services
Eddie Houlihan, Assistant Director of Management and Budget
Margie C. Rose, Assistant City Manager