



AGENDA MEMORANDUM

Future Item for the City Council Meeting of January 8, 2019
Action Item for the City Council Meeting of January 15, 2019

DATE: December 13, 2018
TO: Keith Selman, Interim City Manager
FROM: Belinda Mercado, Director of Information Technology
BMercado@cctexas.com
361-826-3732

IBM Maximo licenses and maintenance renewal
--

CAPTION:

Motion authorizing the City Manager or designee to execute all documents necessary with IBM and IBM Credit, LLC, for the renewal purchase of Maximo software licenses and maintenance for a five-year term, with annual payments not to exceed \$234,358.05 subject to sufficient appropriations for a total amount not to exceed \$1,171,790.21 payable with funds provided by the Information Technology and Utilities Departments.

PURPOSE:

To purchase licenses and continued support and maintenance for IBM's Maximo application city-wide to manage and maintain city assets.

BACKGROUND AND FINDINGS:

The IBM Maximo Application suite of software is used by 443 city staff in numerous departments for daily tracking of assets and maintenance tasks. These departments include Water, Gas, Wastewater, Storm Water, Solid Waste, Streets, Aviation, City Call Center, and Parks and Recreation. Support from the vendor is crucial in maintaining the life of our system. Maximo software has seen an increased use in managing city assets and continues to be adopted city-wide since first implemented in 2002. Information Technology has been in negotiations with IBM for a period of 3 months which has led to the transition from traditional licenses to using a new token model. With this new agreement, users will have access to all functionalities available by the Maximo product and provide license flexibility for increased efficiency.

ALTERNATIVES:

Operate with no vendor support and maintain current license structure with limited use of IBM Maximo licenses.

OTHER CONSIDERATIONS:

Not applicable

CONFORMITY TO CITY POLICY:

The proposed purchase conforms to City purchasing policies and procedures.

EMERGENCY / NON-EMERGENCY:

Non-Emergency

DEPARTMENTAL CLEARANCES:

Legal

Finance

Utilities

FINANCIAL IMPACT:

☒ Operating

☐ Revenue

☐ Capital

☐ Not applicable

Fiscal Year: 2018-2019	Current Year	Future Years	TOTALS
Line Item Budget	\$234,358.05	\$937,432.16	\$1,171,790.21
Encumbered / Expended Amount	0	0	
This item	0	0	
BALANCE	\$234,358.05	\$937,432.16	\$1,171,790.21

Fund(s): Water, Wastewater, Stormwater & Information Technology

Comments: Funds are available in the Information Technology and Utilities Departments budgets for FY2018-2019. Funding will be requested during the normal budget process for all future years.

RECOMMENDATION:

Staff recommends approval of this agenda item.

LIST OF SUPPORTING DOCUMENTS:

IBM Maximo Agreements