

**Purchasing Service Agreement
CITY OF AUSTIN**

AGENDA #47
DATE: 4/20/2006

**RECOMMENDATION FOR
COUNCIL ACTION**

Subject: Authorize the negotiation and execution of Amendment No. 2 to the contract with CGI-AMS (formerly American Management Services) of Fairfax, VA for software modifications, additional licenses and services for the integrated MRO Maximo and Advantage Financial System in an amount not to exceed \$1,702,960 for a revised total contract amount not to exceed \$7,754,643.

Amount and Source of Funding: Funding in the amount of \$507,916 is available in the Fiscal Year 2005-2006 Approved Operating Budgets of Financial and Administrative Services, Austin Convention Center, Austin Water Utility, Watershed Protection and Development Review; \$1,195,044 is available in the Fiscal Year 2005-2006 Adopted Capital Budgets of Austin Energy, Aviation, Solid Waste Services, FASD - Communications and Technology Management, and Public Works.

Fiscal Note: Fiscal notes are attached.

Requesting Department: Purchasing

For More Information:

Prior Council Action: 1/5/87 - Approved contract for an integrated management information system 3/20/97 - approved 12-month agreement to provide maintenance of financial software. 4/5/01 - Approved contract for InfoAdvantage software product to upgrade the City's financial system. 6/7/01 - Approved 12-month service agreement to provide maintenance of the Advantage Financial System (AFS2) and software. 5/23/02 - Approved contract to assist the City of Austin evaluating the need to upgrade the current financial system and the City's current accounting and procurement requirements. 5/6/04 - Approved negotiation and execution of a contract to upgrade City's financial system.

Boards and Commission Action:

MBE/WBE: This contract was awarded in compliance with Chapter 2-9 of the City Code (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore, no goals were established.

The new integrated financial system AIMS (Austin Integrated Management System) is scheduled to go live on October 1, 2006. This contract amendment is to authorize additional software modifications for the financial system and to purchase additional software licenses of MRO Maximo which is the Inventory system that CGI-AMS is integrating with its Advantage Financial System.

The City formed the AIMS Project team in August 2002 by tapping functional and technical leads from different departments to work with CGI-AMS staff to test Advantage Financial and Maximo. During testing, the project team determined that some test scripts could not be completed because the system needed added functionality to support critical business processes such as accounting code validation and labor information integration to support Austin Energy, vendor rotation functionality to support the Purchasing Office, task order functionality to support Public Works, indirect cost functionality work order and grant reimbursement to support most city departments. In arriving at this conclusion, the project team tried all available options using the baseline software,

made numerous configuration changes to the baseline software and consulted with the Vendor's software application experts. This multi-month testing process included exploring all options for using existing system functionality. All the options identified were evaluated for business process impact and for their cost-effectiveness.

After careful evaluation, the project team has determined these modifications are needed to support the City's business processes. CGI-AMS has agreed to develop these modifications according to a schedule that will not jeopardize the October 1st go-live date for AIMS.

AGENDA DATE:

CITY OF AUSTIN

RECOMMENDATION FOR COUNCIL ACTION

VENDOR NAME: CGI-AMS

Contract Summary

<u>Action</u>	<u>Description</u>	<u>Amount</u>
Original Contract	Software upgrade, enhancements, implementation	\$6,100,000
Amendment 1	Change name from American Management Systems, Inc to CGI-MS. Extend period of performance to October 1, 2006	\$0
Proposed Amendment 2	Additional enhancements, licenses, services	<u>\$1,804,110</u>
	REVISED CONTRACT TOTAL	<u>\$7,904,110</u>

CIP BUDGET FISCAL NOTE

DATE OF COUNCIL CONSIDERATION:
WHERE ON AGENDA:
DEPARTMENT:

20-Apr-06
Purchasing Modification
Financial and Administrative Services -
Communications and Technology Management;

SUBJECT: Authorize the negotiation and execution of Amendment No. 2 to the contract with CGI-AMS (formerly American Management Services) of Fairfax, VA for software modifications, additional licenses and services for the Integrated MRO Maxlmo and Advantage Financial System in an amount not to exceed \$1,702,960 for a revised total contract amount not to exceed \$7,754,643.

FINANCIAL INFORMATION:

Parent Project Name:	Financial System Upgrade
Project Authorization:	2003-04 Capital Budget
Funding Source:	General Fund / Support Services Fund / CIP Interest
Number:	8560-747-0521

Total Current Appropriation	\$10,062,352.00
Unencumbered Balance	\$862,300.96
Amount of this Action	<u>(\$124,154.00) *</u>
Remaining Balance	<u>\$738,146.96</u>

CTM Financial SPOC: Cheryl Woods _____ Date: 04/14/06

**CIP
FISCAL NOTE**

DATE OF COUNCIL CONSIDERATION:
WHERE ON AGENDA:
DEPARTMENT:

4/20/2006
Resolution
Solid Waste Services

DESCRIPTION: Authorize the negotiation and execution of Amendment No. 2 to the contract with CGI-AMS (formerly American Management Services) of Fairfax, VA for software modifications, additional licenses and services for the Integrated MRO Maximo and Advantage Financial System in an amount not to exceed \$1,702,960 for a revised total contract amount not to exceed \$7,754,643.

FINANCIAL INFORMATION:

Parent Project Name:	2005-06 Approved Budget
Project Authorization:	2005-06 Approved Capital Budget
Funding Source:	Current Revenue

Number: 5040-150-8790

Current Appropriation	\$ 943,193.00
Unencumbered Balance	\$ 197,441.14
Amount of This Action	<u>\$ (18,520.00)</u>
Remaining Balance	<u><u>\$ 178,921.14</u></u>

Ref. #: 5040-150-8790

Department Signature: Sue Cooper Date: 4-12-2006

**CIP BUDGET
FISCAL NOTE**

DATE OF COUNCIL CONSIDERATION:
WHERE ON AGENDA:
DEPARTMENT:

20-Apr-06
Resolution
Public Works Department

Authorize the negotiation and execution of Amendment No. 2 to the contract with CGI-AMS (formerly American Management Services) of Fairfax, VA for software modifications, additional licenses and services for the Integrated MRO Maximo and Advantage Financial System in an amount not to exceed \$1,702,960 for a revised total contract amount not to exceed \$7,754,643.

FINANCIAL INFORMATION:

Project Name:	Miscellaneous Technology Improvements
Project Authorization:	2005-2006 Amended Capital Budget
Funding Source:	CPM Fund Transfers
Fund/Agency/Orgn:	8400-607-9005

Total Current Appropriation	\$200,000.00
Unencumbered Balance	\$200,000.00
Amount of this Action	<u>(\$192,895.00)</u>
Estimated Available	<u>\$7,105.00</u>

Financial Approval: Rusty Cobern

Date: April 11, 2006

CIP BUDGET
Fiscal Note

DATE OF COUNCIL CONSIDERATION:

4/20/2006

WHERE ON AGENDA:

Resolution

DEPARTMENT:

Austin Energy

SUBJECT: Authorize the negotiation and execution of Amendment No.2 to the contract with CGI-AMS (formerly American Management Services) of Fairfax, VA for software modifications, additional licenses and services for the integrated MRO Maximo and Advantage Financial System in an amount not to exceed \$1,702,960 for a revised total contract amount not to exceed \$7,754,643.

FINANCIAL INFORMATION:

Parent Project Name: **Support Services**
Project Authorization: 2005-2006 Approved Capital Budget

Current Appropriation	\$	58,812,222.00	
Unencumbered Balance			\$ 13,741,746.99
Amount of This Action			<u>(822,436.00)</u>
Remaining Balance			<u>\$ 12,919,310.99</u>

Use of Remaining Balance:

Remaining funds will be used for design, construction, equipment, and material acquisition to complete the project.

Use of Any Remaining Funds After Completion of Project:

No remaining funds anticipated at this time.

Director, Planning & Budget

Signature: J.E. Pokorny Date: 4/11/2006

**CIP BUDGET
FISCAL NOTE**

DATE OF COUNCIL CONSIDERATION:
WHERE ON AGENDA:
DEPARTMENT:

20-Apr-06
Resolution
Aviation

Description: Authorize the negotiation and execution of Amendment No. 2 to the contract with CGI-AMS (formerly American Management Services) of Fairfax, VA for software modifications, additional licenses and services for the Integrated MRO Maximo and Advantage Financial System in an amount not to exceed \$1,702,960 for a revised total contract amount not to exceed \$7,754,843.

FINANCIAL INFORMATION:

Project Name:	ABIA Improvements
Project Authorization:	2005-06 Capital Budget
Funding Source:	Airport Capital Fund
Fund/Agency/Orgn:	4910-817-3111

Current Appropriation	\$	37,039
Unencumbered Balance		37,039
Amount of this Action		<u>(37,039)</u>
Available Balance	\$	0

Finance: _____

Barbara Fyfe

Date: _____

4-18-06