

MEMORANDUM
COUNTY OF PLACER
ADMINISTRATIVE SERVICES DEPARTMENT
PROCUREMENT SERVICES DIVISION

TO: Honorable Board of Supervisors

FROM: Jim Boggan, Purchasing Manager *QB*

DATE: March 11, 2008

SUBJECT: Approve the Award of a Sole Source Blanket Purchase Order to Oracle Corporation for Annual Software Maintenance and Support of the Payroll/Personnel "ACORN" System in the Maximum Amount of \$157,802.54

ACTION REQUESTED

Approve the award of a sole source blanket purchase order to Oracle Corporation of Redwood City, CA for annual software maintenance and support of the payroll/personnel "ACORN" system in the maximum amount of \$157,802.54, and authorize the Purchasing Manager to sign the resulting blanket purchase order.

BACKGROUND

On April 29, 2003 your Board approved the award of a contract to F.S. Systems to provide and install hardware and software for the County's payroll and personnel management system which has been designated "ACORN". The system employs software designed by PeopleSoft. Currently, support of the software is provided directly by Oracle Corporation, the firm that acquired PeopleSoft. On April 17, 2007 your Board approved a purchase order for the fifth year of software maintenance and support, which will expire on April 30, 2008.

The original contract set firm costs of a three percent annual increase for support for the first five years of the operation of the system. The cost for this sixth year of support is \$157,802.36, including applicable tax. This represents the standard three percent (3%) increase allowed in the original contract above the cost for last year. This increase is reasonable and consistent with current market conditions. The new support period will be April 30, 2008 through April 29, 2009.

In accordance with Purchasing Policy Manual Section 1.3 (l) this is a sole source purchase only available from Oracle Corporation and is exempt from the competitive process.

FISCAL IMPACT

The new BPO will be in the maximum amount of \$157,802.54. Administrative Services' Fiscal Impact Statement is attached.

cc: Nancy Nittler, Personnel Director
Kathy Martinis, Auditor-Controller
Keely Scanlan, Information Technology

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FISCAL IMPACT STATEMENT

TO: Honorable Board of Supervisors

FROM: Clark L Moots, Director of Administrative Services

DATE: March 11, 2008

SUBJECT: BPO for Oracle/PeopleSoft Software Maintenance and Support for the ACORN Application – Yearly Renewal for the period 4/30/08-4/29/09

The Administration Services Department, under County Wide Systems (Dept 10), has budgeted appropriately for this BPO and funding is available in the FY 2007-08 department budget. This BPO will renew software maintenance and support for the County's ACORN (Automated County Online Resource Network) Application.