

AUTHORIZING SOLE SOURCE CONTRACT NO. 2002-009 WITH ORACLE CORPORATION FOR THE PURCHASE OF THE HUMAN RESOURCE MANAGEMENT SOFTWARE LICENSES WITH ONE (1) YEAR OF TECHNICAL SUPPORT AND MAINTENANCE FOR A TOTAL COST OF \$245,788.00: (RTA DEVELOPMENT FUND, INFORMATION SYSTEMS DEPARTMENT BUDGET).

WHEREAS, the Greater Cleveland Regional Transit Authority currently utilizes several Oracle -licensed products in financial management applications; and

WHEREAS, the Authority wishes to replace the Peoplesoft HRMS application with the Oracle HRMS application to provide full integration with the existing financial applications; and

WHEREAS, said licenses are only available through Oracle Corporation located at 500 Oracle Parkway, Redwood City, CA 94065, the original licensor of GCRTA's financial management system; and

WHEREAS, Circular FTA C 4220.1D, Section 9F (1A) provides that procurement by noncompetitive proposals may be used only when the award of a contract is infeasible under small purchase procedures, sealed bids, or competitive proposals and the item is available only from a single source; and

WHEREAS, the Ohio Revised Code, Section 306.43H(3) provides that competitive bidding is not required when the expenditure is for a renewal or re-negotiation of a lease or license for telecommunications or electronic data processing equipment, services or systems, or for the maintenance thereof as supplied by the original source or its successors or assigns; and

WHEREAS, Oracle Corporation has offered to provide said licenses and one year of technical maintenance and support at a negotiated price of two hundred forty five thousand seven hundred eighty-eight and 00/100 dollars (\$245,788.00); and

WHEREAS, the General Manager deems the offer of Oracle Corporation to be advantageous to the Authority.

NOW, THEREFORE, BE IT RESOLVED by the Board of Trustees of the Greater Cleveland Regional Transit Authority, Cuyahoga County, Ohio:

Section 1. That the General Manager of the Authority be and he is hereby authorized to enter into a contract with Oracle Corporation for the furnishing of HRMS software licenses for its financial management system with one (1) year of technical support.

Section 2. That said contract shall be in the amount of two hundred forty five thousand seven hundred eighty-eight hundred & 00/100 dollars (\$245,788.00), RTA Development Fund, including but not limited to 100% Local Funds, Information Systems Department budget.

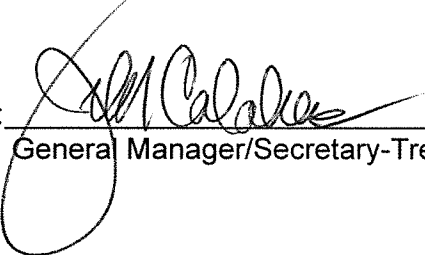
Section 3. That said contract shall be binding upon and an obligation of the Authority and contingent upon compliance by the contractor to the Specification and Addenda, if any; the Affirmative Action Plan adopted by the Board of Trustees in Resolution 2001-064; bonding and insurance requirements and all applicable laws relating to the contractual obligation of the Authority.

Section 4. That this resolution shall become effective immediately upon its adoption.

Adopted: February 19, 2002



President

Attest: 

General Manager/Secretary-Treasurer



TITLE/DESCRIPTION: AUTHORIZING SOLE SOURCE CONTRACT NO. 2002-009 WITH ORACLE CORPORATION FOR THE PURCHASE OF THE HUMAN RESOURCE MANAGEMENT SOFTWARE LICENSES WITH ONE (1) YEAR OF TECHNICAL SUPPORT AND MAINTENANCE FOR A TOTAL COST OF \$245,788.00: (RTA DEVELOPMENT FUND, INFORMATION SYSTEMS DEPARTMENT BUDGET).	Resolution No.: 2002- 28
	Date: January 24, 2002
	Initiator: Information Systems Department
ACTION REQUEST: <input checked="" type="checkbox"/> Approval <input type="checkbox"/> Review/Comment <input type="checkbox"/> Information Only <input type="checkbox"/> Other _____	

- 1.0 **PURPOSE/SCOPE:** This action will allow the Authority to replace the Peoplesoft HRMS application with the Oracle HRMS application, together with one year of technical maintenance and support.

- 2.0 **DESCRIPTION/JUSTIFICATION:** The Authority is currently using the PeopleSoft HRMS software to manage its employees benefits and salary administration. The acquisition of the Oracle Human Resource Management Software will allow the Authority to save costs on both support and maintenance based upon the other Oracle applications that are currently being utilized. The Oracle HRMS applications will process payroll, track employee training and will allow employees self-service access to information on payroll earnings and benefits. The technical staff will have the benefit of supporting only one application tool set instead of several.

- 3.0 **PROCUREMENT BACKGROUND:** Contracts, which after reasonable inquiry, are determined to be available only from a single source are exempted from competitive bidding by FTA Circular 4220.1D, Section 9F (1A). The Ohio Revised Code 306.43H(3) also specifically exempts the upgrade and maintenance of licenses for data processing systems.

After negotiations, Oracle offered to provide the HRMS licenses and one year of related technical support for a total price of \$245,788.00. The price represents a discount from the price listed in the State Cooperative Purchasing Agreement. This licensing package will include the Internet Application Server and the Oracle Server and Tools Programs.

The offer of Oracle Corporation, as negotiated, has been determined by the Procurement Department to be fair and reasonable to the Authority.

- 4.0 **DBE/AFFIRMATIVE ACTION BACKGROUND:** All Affirmative Action requirements have been met. A DBE goal of 0% was established for this procurement due to the lack of subcontracting opportunities.

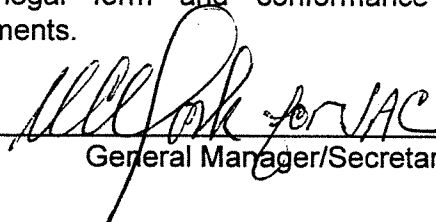
m-4

STAFF SUMMARY AND COMMENTS

Page -2-

- 5.0 POLICY IMPACT: Does Not Apply.
- 6.0 ECONOMIC IMPACT: This procurement will be funded through the RTA Development Fund, including but not limited to 100% Local Funds, Information Systems Department Budget at a total cost of two hundred forty five thousand seven hundred eighty-eight and 00/100 dollars (\$245,788.00).
- 7.0 ALTERNATIVES: Reject this contract. Rejection of this contract would delay the purchase of the Oracle HRMS licenses and support leaving the Authority without a cost effective, fully integrated HRMS application.
- 8.0 RECOMMENDATION: It is recommended that the offer of Oracle Corporation be accepted and a resolution passed authorizing the General Manager to enter into a contract.
- 9.0 ATTACHMENTS: None.

Recommended and certified as appropriate to the availability of funds, legal form and conformance with the Procurement requirements.



General Manager/Secretary-Treasurer